



KING SABATA DALINDYEBO ANNUAL BUDGET 2019/20 TO 2021/22 MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

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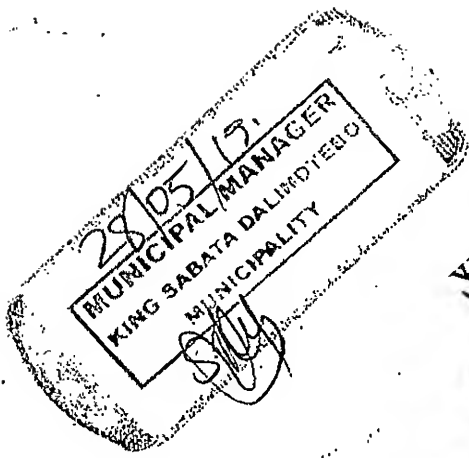
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Part 1 – Annual Budget

1.1 Mayor's Report



EXECUTIVE MAYORS FOREWORD ON THE 2019/2020 MTREF BUDGET.

1. LEGISLATIVE REQUIREMENT

Section 24 of the Municipal Finance Management Act, (Act 56 of 2003)

2. PURPOSE OF THIS REPORT

The purpose of this report is to recommend to the council the approval of 2019/2020 to 2021/2022 medium term revenue and expenditure budget, budget related policies

3. BACKGROUND AND DISCUSSION

The municipality tabled in council in March 2019 the draft budget and related policies for review. National treasury issued MFMA circular 93 and 94 giving guidance on assumptions and principles to be used in the preparation of the budget. Inflation rates were used to effect increases in tariffs to be implemented in July 2019.

Consolidated Overview of the 2019/2020 MTREF

EC15/King Sabata Dalindyebo- Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	2016/17	2017/18	2018/19	Current Year 2019/20			2019/20 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year 2020/21	Budget Year 2021/22
Total Revenue (excluding capital transfers and contributions)	900 822	1 035 894	1 055 009	1 129 538	1 116 216	1 115 051	1 294 328	1 355 005	1 407 525
Total Expenditure	945 515	1 080 681	1 139 028	1 125 408	1 228 555	1 220 005	1 272 012	1 326 573	1 408 530
Surplus/Deficit	63 337	(47 787)	(127 019)	4 130	(83 339)	(84 334)	22 316	32 432	33 997
Capital Expenditure (Loan Grant Funded and non Funded)	304 897	252 737	265 540	418 200	411 523	371 437	288 280	224 440	288 371

SPEAKER

2019 -05- 28

KING SABATA DALINDYEBO MUNICIPALITY

OPERATING REVENUE BUDGET

Total operating revenue increased by 13 per cent from the 2018/2019 adjusted budget, increasing from R1.45 billion to R1.294 billion. This increases to R1.365 billion and R1.437 billion in the two outer years respectively.

Revenue generated from rates and services charges forms a significant percentage of the revenue basket for the municipality. Rates and service charge revenues comprise more than two thirds of the total revenue mix, at 61 per cent. In the 2019/2020 financial year, revenue from rates and services charges totaled R790.8 million or 61 per cent. This increases to R835.4 million and R881 million for the two outer years respectively. This growth can be mainly attributed to the increased share that the sale of electricity contributes to the total revenue mix, which in turn is due to rapid increases in the Eskom tariffs for bulk electricity. The above figures excludes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality.

- Electricity revenue is the largest of the revenue mix at R486.4 million at 38 per cent.
- Property rates amounting to R246 million at 19 per cent.
- Refuse removal is the third largest set at R57.7 at 4%.
- The remainder of own income is 4 per cent of the total revenue.

Operating grants and transfers totals R355.6 million in the 2019/2020 financial year and steadily increases to R373 million by R391.9 million and R391.3 for the outer years. The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term.

TARRIF SETTING

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When rates, tariffs and other charges were revised, local economic conditions, input costs and the affordability of services were taken into account to ensure the financial sustainability of the municipality.

- Electricity tariffs are set at 13% in terms of the treasury guidelines and ESKOM tariffs are set at 15.63 per cent

- Property rates and fire levies are set at 5.4 per cent, A primary rebate of R15 000 and an additional rebate of R45 000 on property rates is allowed for domestic. The rebates will not apply on vacant land.
- The municipality in attempt to breakeven has increased the tariff by 6.4 per cent.
- Other insignificant items are set 5.4 percent.

OPERATING EXPENDITURE

Total operating expenditure for the 2019/2020 financial year has been appropriated at R1.2 billion and translates into a budgeted surplus of R22.3million to be utilized on the infrastructure such as IT. When compared to the 2018/19 Adjustments Budget, operational expenditure increased by 0.8 per cent in the 2019/2020 budget and grows by 12 per cent at the end of MTREF.

SALARIES

The budgeted allocation for employee related costs for the 2019/2020 financial year totals R492.1 million, which equals 39 per cent of the total operating expenditure. Salary increases have been factored into this budget at a percentage increase of ten per cent for the 2019/2020 financial year to cater for changes as a result of the TASK grading. An annual increase of 6.4 per cent has been included in the two outer years of the MTREF.

Remuneration of Councilors

The cost associated with the remuneration of councilors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the municipality's budget. The increase on the budget for the remuneration of councilors is increased by 6.4 per cent.

Salaries and remuneration of councilors are 41 per cent of the total expenditure lightly exceeding the norm.

General expenses

- Contracted services reduced by 20% at R45 million from R57 million
- General expenses increased by R27% at R193 million from R151 million
- Indigent subsidies remained unchanged at R24 million

REPAIRS AND MAINTENANCE

During the compilation of the 2017/18 MTREF operational repairs and maintenance was identified as a strategic imperative owing to the aging of the Municipality's infrastructure and historic deferred maintenance and budget for this line item is set at R43.3 million. This represents 3.6 % of the total operating budget.

The norm is 8% and 40% of the PPE and Capital Budget respectively however the municipality due to cash flow challenges has not managed to meet the norms.

CAPITAL EXPENDITURE

The total capital budget for 2019/20 is R228.8 million and R234.4 million and R309.4 million for the outer two years respectively. This is funded by Grants and a limited a small fraction from own income.

This represent a deduction of R139 million due to the following:

- Full utilisation of the Loan for plant and fleet amounting to R64 million from the 2018/2019 budget.
- Reduction of provincial grants amounting to R105 million
- Increase in National Grants of 9.9 million.

The following capital expenditure is planned for 2019/2020 budget:


Municipal Infrastructure Grant

• Access Roads	R47 million
• Surfacing Roads	R12 Million
• Community Halls	R5.7 million
• High Mast	R9.7 million
• Internal Roads	R10 million
Electricity Projects	R15 million
Human Settlements	R103 million

RECOMMENDATIONS

It is recommended the Council of King Sabata Dalindyebo Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves the 2019/2020 MTREF Budget as follows:

- Operating revenue budget of R1,294 billion for 2019/2020 and R1.3 billion and R1.4 billion for the two outer years respectively
- Operating expenditure budget of R1, 272 billion for 2019/2020 , R1.3 billion and R1, 4 billion for the two outer years respectively
- Capital budget of R208 million for 2019/20 and R234 million and R299 for the two outer years.



Cllr G Nelani
Executive Mayor

1.2 Council Resolutions

On 31 May 2019 the Council of King Sabata Dalindyebo Local Municipality met in the Council Chambers of King Sabata Dalindyebo Municipality to consider the annual budget of the municipality for the financial year 2019/2020. The Council approved and adopted the following resolutions:

1. The Council of King Sabata Dalindyebo Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts with effect from 1 July 2019:
 - 1.1. The annual budget of the municipality for the financial year 2019/2020 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table 11 on page 21;
 - 1.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table 12 on page 22;
 - 1.1.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table 13 on page 23; and
 - 1.1.4. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 14 on page 24.
 - 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - 1.2.1. Budgeted Financial Position as contained in Table 15 on page 25;
 - 1.2.2. Budgeted Cash Flows as contained in Table 16 on page 26;
 - 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table 17 on page 26;
 - 1.2.4. Asset management as contained in Table 18 on page 27; and
 - 1.2.5. Basic service delivery measurement as contained in Table 19 on page 29.
2. The Council of King Sabata Dalindyebo Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2019:
 - 2.1. the tariffs for property rates – as set out in Annexure A,
 - 2.2. the tariffs for electricity – as set out in Annexure B
 - 2.3. the tariffs for solid waste services – as set out in Annexure C
3. The Council of King Sabata Dalindyebo Local Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2019 the tariffs for other services, as set out in Annexures G1 to G21 respectively.
4. To give proper effect to the municipality's annual budget, the Council of King Sabata Dalindyebo Local Municipality approves:
 - 4.1. That cash backing is implemented through the utilisation of a portion of the revenue generated from property rates to ensure that all capital reserves and provisions, unspent long-term loans and unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.

- 4.2. That the Municipal Manager be authorised to sign all necessary agreements and documents to give effect to the above lending programme.

1.3 Executive Summary

The application of sound financial management principles for the compilation of the municipality's financial plan is essential and critical to ensure that the City remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. A critical review was also undertaken of expenditures on noncore and 'nice to have' items. The municipality is seriously experiencing cash flow challenges emanating from prior years litigations and slow recovery of debtors especially from domestic consumer as well as limited revenue base. For this purpose attempts are being made to fully fund depreciation on cash to improve the current cash flow situations of the municipality.

The municipality is embarked on implementing a range of revenue collection strategies to optimize the collection of debt owed by consumers.

National Treasury's MFMA Circulars No. 93 and 94 were used to guide the compilation of the 2019/2020 MTREF.

The main challenges experienced during the compilation of the 2019/2020 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained roads and electricity infrastructure;
- The need to reprioritize projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of bulk electricity due to penalties and charges for exceeding the notified maximum demand by Eskom, which is placing upward pressure on service tariffs to residents.
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies;
- Affordability of capital projects – original allocations had to be reduced and the operational expenditure associated with prior year's capital investments needed to be factored into the budget as part of the 2019/2020 MTREF process; and
- Availability of affordable capital/borrowing.

The following budget principles and guidelines directly informed the compilation of the 2019/2020 MTREF:

- The 2018/2019 Adjustments Budget priorities and targets, as well as the base line allocations contained in that Adjustments Budget were adopted as the upper limits for the new baselines for the 2019/2020 annual budget;
- Intermediate service level standards were used to inform the measurable objectives, targets and backlog eradication goals;
- Tariff and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI, except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of bulk electricity. In addition, tariffs need to remain or move towards being cost reflective, and should take into account the need to address infrastructure backlogs;

- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act;
- Implementation of cost cutting measures in terms of Circular 82. The municipality is focusing on containing the cost in relation to the following items of expenditure:
 - Special Projects;
 - Consultant Fees;
 - Furniture and office equipment;
 - Special Events;
 - Refreshments and entertainment;
 - Ad-hoc travelling; and
 - Subsistence, Travelling & Conference fees (national & international).

In view of the aforementioned, the following table is a consolidated overview of the proposed 2019/2020 Medium-term Revenue and Expenditure Framework:

Table 1 Consolidated Overview of the 2019/2020 MTREF

EC157 King Sabata Dalindyebo - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Total Revenue (excluding capital transfers and contributions)	980,822	1,085,894	1,066,009	1,129,508	1,145,216	1,145,651	1,294,328	1,365,035	1,437,526
Total Expenditure	974,515	1,090,681	1,193,028	1,125,403	1,228,565	1,230,085	1,272,012	1,332,673	1,403,530
Surplus / Deficit	6,307	(4,788)	(127,019)	4,105	(83,349)	(84,434)	22,316	32,362	33,997
Capital Expenditure Loan, Grant Funded and own Funded	304,847	252,737	246,640	418,200	411,623	371,407	208,280	224,440	299,371

Total operating revenue increased by 6 per cent from the 2018/2019 adjusted budget increasing from R1.45 billion to R1.294 billion. This increases to R1.365 billion and R1.437 billion in the two outer years respectively.

Total operating expenditure for the 2019/2020 financial year has been appropriated at R1.2 billion and translates into a budgeted surplus of R22.3million to be utilized on the infrastructure such as IT. When compared to the 2018/19 Adjustments Budget, operational expenditure increased by 0.8 per cent in the 2019/2020 budget and grows by 12 per cent at the end of MTREF.

The total capital budget for 2019/20 is R228.8 million and R234.4 million and R309.4 million for the outer two years respectively. This is funded by Grants and a limited a small fraction from own income.

1.4 OPERATING REVENUE FRAMEWORK

For King Sabata Dalindyebo to continue improving the quality of services provided to its citizens it needs to generate the required revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will inevitably always exceed available funding; hence difficult choices have to be made in relation to tariff increases and balancing expenditures against realistically anticipated revenues.

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macroeconomic policy;
- Growth in the municipality and continued economic development;
- Efficient revenue management, which aims to ensure a 93 per cent annual collection rate for property rates and other key service charges;
- Electricity tariff increases are still to be approved by the National Electricity Regulator of South Africa (NERSA);
- Achievement of full cost recovery of specific user charges especially in relation to trading services. The biggest challenge is inability to recover costs associated with the refuse removal from places as far as Coffee Bay, Hole in The Wall and peri-urban Areas
- The municipality's Indigent Policy and rendering of free basic services; and
- Tariff policies of the municipality.

The following table is a summary of the 2019/2020 MTREF (classified by main revenue source):

Table 2 Summary of revenue classified by main revenue source

EC157 King Sabata Dalindyebo - Table A4 Budgeted Financial Performance (revenue and expenditure)

2019/20 King Sabata Dalindyebo - Table A4 Budgeted Financial Statements (Revenue and Expenditure)									2019/20 Medium Term Revenue & Expenditure Framework		
Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				Budget Year	Budget Year	Budget Year
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	2019/20	+1 2020/21	+2 2021/22
Revenue By Source											
Property rates	2	180,579	191,735	216,427	246,183	246,183	246,183	246,183	246,183	259,477	273,488
Service charges - electricity revenue	2	273,308	306,969	345,699	410,624	410,624	410,624	418,513	486,433	513,127	541,262
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	26,934	27,569	37,478	42,341	42,689	42,689	50,689	57,912	62,808	66,200
Rental of facilities and equipment		15,193	13,191	16,967	18,596	28,030	28,030	28,030	29,543	31,138	32,820
Interest earned - external investments		3,341	1,834	1,691	-	-	-	-	2,000	2,108	2,222
Interest earned - outstanding debtors		32,326	37,111	37,741	40,076	45,784	45,784	45,784	48,256	50,862	53,608
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		1,026	1,392	1,954	2,722	2,722	2,722	2,722	5,838	6,154	6,486
Licences and permits		13,980	15,155	14,558	2,409	2,409	2,409	2,409	3,399	3,583	3,776
Agency services		-	-	-	15,115	15,115	15,115	15,115	16,129	17,000	17,918
Transfers and subsidies		264,689	275,617	293,882	321,436	319,007	319,007	319,442	355,575	373,394	391,911
Other revenue	2	153,557	199,432	83,723	12,610	15,258	15,258	15,258	41,552	43,796	46,161
Gains on disposal of PPE		-	-	-	1,507	1,507	1,507	1,507	1,507	1,589	1,675
Total Revenue (excluding capital transfers and contributions)		964,933	1,070,004	1,050,120	1,113,619	1,129,327	1,129,327	1,145,651	1,294,328	1,365,035	1,437,526

Table 3 Percentage growth in revenue by main revenue source

EC157 King Sabata Dalindyebo - Table A4 Budgeted Financial Performance (revenue and expenditure)															
Description		2015/16		2016/17		2017/18		Current Year 2019/20		2019/20 Medium Term Revenue & Expenditure Framework					
R thousand		Audited Outcome		Audited Outcome		Audited Outcome		Pre-audit outcome		Budget Year 2019/20		Budget Year +1 2020/21		Budget Year +2 2021/22	
Revenue By Source															
Property rates		180,579	6%	191,735	13%	216,427	14%	246,183	14%	246,183	0%	259,477	5%	273,488	5%
Service charges - electricity revenue		273,308	12%	306,969	13%	345,699	19%	418,513	21%	486,433	14%	513,127	5%	541,262	5%
Service charges - refuse revenue		26,934	2%	27,569	36%	37,478	13%	50,689	35%	57,912	12%	62,808	8%	66,200	5%
Rental of facilities and equipment		15,193	-13%	13,191	29%	16,967	10%	28,030	65%	29,543	5%	31,138	5%	32,820	5%
Interest earned - external investments		3,341	-45%	1,834	-8%	1,691	-100%	-	-100%	2,000	100%	2,108	5%	2,222	5%
Interest earned - outstanding debtors		32,326	15%	37,111	2%	37,741	6%	45,784	21%	48,256	5%	50,862	5%	53,608	5%
Fines, penalties and forfeits		1,026	36%	1,392	40%	1,954	39%	2,722	39%	5,838	53%	6,154	5%	6,486	5%
Licences and permits		13,980	8%	15,155	-4%	14,558	-83%	2,409	-83%	3,399	29%	3,583	5%	3,776	5%
Agency services		-	0%	-	0%	-	0%	15,115	100%	16,129	6%	17,000	5%	17,918	5%
Transfers and subsidies		264,689	4%	275,617	7%	293,882	9%	319,007	9%	355,575	10%	373,394	5%	391,911	5%
Other revenue		153,557	30%	199,432	-58%	83,723	-85%	15,258	-82%	41,552	63%	43,796	5%	46,161	5%
Gains on disposal of PPE		-	0%	-	0%	-	0%	1,507	100%	1,507	0%	1,589	5%	1,675	5%
Total Revenue (excluding capital transfers and contributions)		964,933	11%	1,070,004	-2%	1,050,120	6%	1,145,216	9%	1,294,328	-12%	1,365,035	5%	1,437,526	5%

Revenue generated from rates and services charges forms a significant percentage of the revenue basket for the municipality. Rates and service charge revenues comprise more than two thirds of the total revenue mix, at 61 per cent. In the 2020 financial year, revenue from rates and services charges totaled R790.8 million or 61 per cent. This increases to R835.4 million and R881 million for the two outer years respectively. This growth can be mainly attributed to the increased share that the sale of electricity contributes to the total revenue mix, which in turn is due to rapid increases in the Eskom tariffs for bulk electricity. The above table excludes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality.

Electricity revenue is the largest of the revenue mix at R486.4 million at 38 per cent followed by property rates amounting to R246 million at 19 per cent. Refuse removal is the third largest set at R57.7at 4%. The remainder of own income is 4 per cent of the total revenue.

Operating grants and transfers totals R355.6 million in the 2019/2020 financial year and steadily increases to R373 million by R391.9 million and R391.3 for the outer years. The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term.

Table 4 Operating Transfers and Grant Receipts

EC157 King Sabata Dalindyebo - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		263,428	270,539	291,215	316,506	316,506	316,506	352,699	372,394	398,911
Local Government Equitable Share		261,210	249,468	267,740	292,112	292,112	292,112	329,470	352,155	377,055
Finance Management		1,675	2,261	2,196	2,215	2,215	2,215	2,680	2,680	2,944
Municipal Systems Improvement		1,035								
		3,557	5,000	5,334	6,000	6,000	6,000	6,500	7,000	7,000
EPWP Incentive		1,768	1,699	3,584	3,954	3,954	3,954	3,735		
Electricity Demand Side Management			8,000	8,000	8,000	8,000	8,000	6,000	6,000	7,000
MIG		4,183	4,111	4,390	4,225	4,225	4,225	4,314	4,569	4,912
Provincial Government:		2,774	11,146	4,529	1,855	5,135	5,135	2,876	-	-
Sport and Recreation		2,774	2,390	1,750	1,855	1,855	1,855	1,855		
			8,756	2,779		2,780	2,780	1,021		
MIG										
District Municipality: [insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:										
LGSETA		-	-	-	-	294	294	-	-	-
						294	294			
Total Operating Transfers and Grants	5	266,202	281,685	295,744	318,361	321,936	321,936	355,575	372,394	398,911

TARIFF SETTING

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When rates, tariffs and other charges were revised, local economic conditions, input costs and the affordability of services were taken into account to ensure the financial sustainability of the municipality.

The percentage increases of both Eskom bulk tariffs are far beyond the mentioned inflation target. Given that these tariff increases are determined by external agencies, the impact they have on the municipality's electricity and in these tariffs are largely outside the control of the municipality.

It must also be appreciated that the consumer price index, as measured by CPI, is not a good measure of the cost increases of goods and services relevant to municipalities.

1.4.1 Property Rates

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process.

National Treasury's MFMA Circulars No. 93 and 94 deals, inter alia with the implementation of the Cost Containment Measures and related regulations issued by the National Treasury. These regulations came into effect on 1 July 2019.

The following stipulations in the Property Rates Policy are highlighted:

- The first R15 000 of the market value of a property used for residential purposes is excluded from the rate-able value (Section 17(h) of the MPRA).

An additional R45 000 is not levied in terms of the council policy however vacant plots are excluded from this exemption.

- 100 per cent rebate will be granted to registered indigents in terms of the Indigent Policy.

In this regard the following stipulations are relevant:

- For physically and mentally disabled persons an application has to be made
- Owners of rate-able property if the total gross income of the applicant and/or his/her spouse, if any, does not to exceed the amount equal to twice the annual state pension as approved by the National Government for a financial year.

The following conditions should be met:-

- The rate-able property concerned must be occupied only by the applicant and his/her spouse, if any, and by dependents without income;
- The applicant must submit proof of his/her age and identity and, in the case of a physically or mentally handicapped person, proof of certification by a Medical Officer of Health, also proof of the annual income from a social pension;
- The applicant's account must be paid in full, or if not, an arrangement to pay the debt should be in place; and
- The property must be categorized as residential.
- The Municipality may award a 100 per cent grant-in-aid on the assessment rates of rate-able properties of certain classes such as registered welfare organizations, institutions or organizations performing charitable work, sports grounds used for purposes of amateur sport. The owner of such a property must apply to the Chief Financial Officer in the prescribed format for such a grant.

- 20 per cent rebate will be granted to pensioners.

The categories of rate-able properties for purposes of levying rates and the proposed rates for the 2019/2020 financial year based on a 5.4 per cent increase from 1 July 2019 is contained below:

Table 5 Comparison of proposed rates to levied for the 2019/2020 financial year

**ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS
AS FROM 01 JULY 2019**

	2018/2019	2019/2020	
PROPERTY PRATES AND LEVIES			
Proposed increment 2019/2020 5.4%			
General Rate			
Domestic (cents in a Rand)	0.73916 Cents in a Rand	0.77907	Cents in a Rand
Business/ Commercial (cents in a Rand)	1.47832 Cents in a Rand	1.55815	Cents in a Rand
Government/ Parastatals (State Owned) (cents in a	2.03269 Cents in a Rand	2.14245	Cents in a Rand
Agricultural (cents in a Rand)	0.18609 Cents in a Rand	0.19614	Cents in a Rand
PSI (cents in a Rand)	0.18609 Cents in a Rand	0.19614	Cents in a Rand
Public Benefit Organisation	0.18609 Cents in a Rand	0.19614	Cents in a Rand
Parking Development Rate (cents in a Rand)	0.22843 Cents in a Rand	0.24077	Cents in a Rand
Fire Levy			
Domestic - Per annum	373.87	394.06	
Business/ Commercial Per Annum	672.99	709.34	

1.4.2 Sale of Electricity and Impact of Tariff Increases

A 13 per cent increase in the electricity tariffs is proposed. This is however dependent on the finalization of Eskom bulk electricity tariff to municipalities will be effective from 1 July 2019.

The following table shows the impact of the proposed increases in electricity tariffs on the electricity charges for all customers:

Table 6 Comparison between current electricity charges and increases (Domestic)

DRAFT TARIFF 2019/20							
ITEM NO	TARIFF DESCRIPTION	UNIT	2017/18	INCREASE	2018/19	INCREASE	2019/20
	ELECTRICITY TARIFFS						
1	Domestic Prepayment						
1.1	Tariff 1	c/kWh	141.00	6.84%	150.64	13.07%	170.33
1.2	Tariff 2 (Indigent)	c/kWh	115.00	6.84%	122.87	13.07%	138.92
2	COMMERCIAL TARIFFS						
2.1	Commercial Conventional						
	Energy Charge	c/kWh	163.03	6.84%	174.18	13.07%	196.95
	Basic Charge	p/month	366.26	6.84%	391.31	13.07%	442.46
2.2	Commercial Prepayment						
	Tariff 3 (small) energy charge	c/kWh	191.60	6.84%	204.71	13.07%	231.46
	Tariff 4 (big) energy charge	c/kWh	191.60	6.84%	204.71	13.07%	231.46
3	INDUSTRIAL TARIFFS						
3.1	Industrial low: ≤ 100KVA						
	Energy charge	c/kWh	84.97	6.84%	90.78	13.07%	102.65
	Demand charge	p/kva	258.13	6.84%	275.79	13.07%	311.83
	Basic charge	p/month	1213.98	6.84%	1297.02	13.07%	1466.54
3.2	Industrial high: ≥ 100KVA						
	Energy charge	c/kWh	60.73	6.84%	64.88	13.07%	73.36
	Demand charge	p/kva	258.19	6.84%	275.85	13.07%	311.90
	Basic charge	p/month	1063.74	6.84%	1136.50	13.07%	1285.04
A minimum of 30% will be charged on all NMD capacity per month							
	Network Access Charge	p/kva					22.50
	Network Exceedance Charge	p/kva					22.50

The inadequate electricity bulk capacity and the impact on service delivery and development remains a challenge for the municipality. The municipality reticulation network maximum notified demand is being exceeded from time to time as a result of developments and increased demand. Eskom quoted for R100 million to increase the demand the municipality is currently being penalized by ESKOM for exceeding the NMD. The municipality and NERSA are currently engaging on a public participation with the intention of introducing NMD.

1.4.3 Waste Removal and Impact of Tariff Increases

Currently solid waste removal is operating at a deficit. It is widely accepted that the rendering of this service should at least break even, which is currently not the case. The municipality in attempt

to breakeven has increased the tariff by 6.4 per cent. One per cent above the recommended tariffs for other services.

A 6.4 per cent increase in the waste removal tariff is proposed from 1 July 2019. Any increase higher than 6.4 per cent would be counter-productive and will result in affordability challenges for individual rates payers raising the risk associated with bad debt.

The following table compares current and proposed amounts payable from 1 July 2019:

Table 7 Comparison between current waste removal fees and increases

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS		
AS FROM 01 JULY 2019		
	2018/2019	2018/2019
<u>SOLID WASTE : Proposed increment 5.4%</u>		
Refuse Removal : Full Level of Service		
<u>Annual Charges</u>		
Domestic (2 bags or bins once per week)	2654.95	2824.87
Commercial/Industrial/Institutional (2 bins or bags once per week)	5340.23	5682.01
Per additional bag or bin	2654.95	2824.87
Per additional service removal per week	5340.23	5682.01
240 L Bin rental per annum		
Emptying charge of 240L bin per annum		
Refuse Removal : Full Level of Service		
<u>Monthly Charges</u>	223.98	238.31
Domestic (2 bags or bins once per week)	5.52	5.87
Commercial/Industrial/Institutional (2 bins or bags once per week)	223.98	238.31
Per additional bag or bin	450.44	479.27
Per additional service removal per week		
240L Bin rental per month	15.41	16.39
240L Bin Clearance / per bin	32.10	34.15
Emptying charge of 240L bin : Household per month	128.11	136.31
Refuse Removal : Basic Level of Service		
<u>Annual Charges</u>		
Domestic	1517.11	1614.21
Business/Industry	3550.03	3777.23
Government Institutions	3550.03	3777.23
Coffee Bay & Hole-in-the-Wall		
Refuse Removal : Basic Level of Service		
<u>Monthly Charges</u>		
Domestic	128.12	136.31
Business/Industry	298.88	318.01

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS		
AS FROM 01 JULY 2019		
Government Institutions	298.88	318.01
Sales		
240L Refuse bins (each)	744.69	792.35
Plastic Refuse Bags (per pack)		
Skips		
Rental per skip per month	1001.14	1065.22
Rental per skip per year	11875.01	12635.01
Charge per clearance of skip	704.63	749.73
Excess Refuse		
Garden Refuse (per 2.5lt load)	422.18	449.20
Removal of scrap vehicles (per vehicle load)	591.12	628.95
Hire of skip container per day : Garden Refuse / Excess	320.93	341.47
Penalty for Illegal Dumping : Proposed increment at 7%		
Garden and/ or domestic refuse	467.77	497.71
Trolley Bins		
Rental (per bin per month)	467.77	497.71
Charge per clearance	467.77	497.71
Disposal Charges to Mthatha & Mqanduli Landfill Site: Weigh Bridge		
Domestic & Trade Waste per tonne	64.20	68.31
Rubble or concrete per tonne	32.10	34.15
Material suitable to be used for cover	free	
Disposal Charges to Mthatha & Mqanduli Site: Not Weighed		
Small vehicle up to 1 tonne load capacity	57.78	61.48
3 - 4 tonne vehicle	231.11	245.90
5 - 8 tonne vehicle	320.99	341.53
Garden Waste		
Clean Greens per tonne	25.68	27.32
Any other green material including tree trunks per tonne	42.37	45.08
Permits		
Domestic Solid Waste Handling Permit per vehicle per annum	641.98	683.06

1.5 OPERATING EXPENDITURE FRAMEWORK

The following table is a high level summary of the 2019/2020 budget and MTREF (classified per main type of operating expenditure):

Table 8 Summary of operating expenditure by standard classification item

EC157 King Sabata Dalindyebo - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description		Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited	Audited	Audited	Original	Adjusted	Full Year	Pre-audit	Budget Year	Budget Year	Budget Year	
		Outcome	Outcome	Outcome	Budget	Budget	Forecast	outcome	2019/20	+1 2020/21	+2 2021/22	
Expenditure By Type												
Employee related costs	2	328,913	374,193	402,364	442,923	446,918	446,918	446,918	492,139	503,817	541,982	
Remuneration of councillors		22,687	23,820	26,477	26,589	27,358	27,358	27,358	29,054	30,913	32,892	
Debt impairment	3	62,068	14,168	98,812	29,540	29,540	29,540	29,540	29,540	29,540	29,540	
Depreciation & asset impairment	2	164,553	157,887	131,801	78,819	163,785	163,785	163,785	98,620	119,620	124,746	
Finance charges		14,285	15,546	24,434	29,970	29,970	29,970	29,970	29,970	31,588	33,294	
Bulk purchases	2	228,881	250,059	256,243	306,543	306,543	306,543	306,543	337,813	355,406	374,598	
Other materials	8	29,650	55,210		6,081	15,270	15,270	15,270	16,173	17,050	17,975	
Contracted services		8,642	10,552	8,992	57,966	57,327	57,327	57,327	45,278	50,468	50,838	
Transfers and subsidies		37,969	55,871	34,908	107	502	502	502	57	60	63	
Other expenditure	4, 5	110,532	130,341	147,385	146,974	151,853	151,853	152,853	193,369	194,211	197,582	
Loss on disposal of PPE		4,303	3,033	61,612								
Total Expenditure		1,012,484	1,090,681	1,193,028	1,125,511	1,229,067	1,229,067	1,230,067	1,272,012	1,332,673	1,403,530	
Surplus/(Deficit)		(47,552)	(20,677)	(142,908)	(11,892)	(99,740)	(99,740)	(84,415)	22,316	32,362	33,997	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		204,073	193,745	190,299	314,203	316,982	316,982	316,982	208,280	224,440	299,371	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher	6	-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (in-kind - all)												
Surplus/(Deficit) after capital transfers & contributions		156,521	173,068	47,391	302,310	217,242	217,242	232,567	230,596	256,802	333,367	

Salaries

The budgeted allocation for employee related costs for the 2019/2020 financial year totals R492.1 million, which equals 39 per cent of the total operating expenditure. Salary increases have been factored into this budget at a percentage increase of 6.4 per cent for the 2019/2020 financial year. An annual increase of 6.4 per cent has been included in the two outer years of the MTREF.

Remuneration of Councillors

The cost associated with the remuneration of councillors is determined by the Minister of Cooperative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the municipality's budget. The increase on the budget for the remuneration of councillors is increased by 6.4 per cent.

Salaries and remuneration of councilors are 41 per cent of the total expenditure slightly exceeding the norm.

Provision for doubt debts

The provision of debt impairment was determined based on an annual collection rate of 93 per cent and the Debt Write-off Policy of the municipality. For the 2019/20 financial year this amount equates to R29.3 million for the current and two outer years. While this expenditure is considered to be a non-cash flow item, it informed the total cost associated with rendering the services of the municipality, as well as the municipality's realistically anticipated revenues.

Provision for impairment and depreciation

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriations in this regard total R108.1 million for the 2019/2020 financial year and equates to 7 per cent of the total operating expenditure and increases to R129 million and R134 million for the two outer years respectively.

Finance costs

Finance charges consist primarily of the repayment of interest on long-term borrowing (cost of capital). Finance charges make up 3 per cent (R29.9 million) of operating expenditure excluding annual redemption for 2019/2020 and increases to R31.3 million and R33.3 million for the two outer years respectively.

Bulk purchases

Bulk purchases are directly informed by the purchase of electricity from Eskom. The annual price increases are still to be approved by NERSA and for the time being the increase is set at 5.4 per cent and this translates to R337.8 million in the 2019/20 budget and increases to R355 million and R374 million in the two outer years respectively. This will have to be reviewed after the finalization of the application of ESKOM by NERSA.

Contracted Services

As part of the compilation of the 2019/2020 MTREF the budget for this category of expenditure amounts to R45.3 million representing 5 per cent of the operating expenditure budget. This includes all outsourced services such as repairs and maintenance catering, and other expenditure contracted to Service Providers.

Other expenditure

Other expenditure comprises of various line items relating to the daily operations of the municipality. Budgets relating to non-core functions of the municipality has been reduced to ensure that the municipality complies with circulars on cost cutting measures. This is done to cut none core expenditure and to focus on service delivery and other core functions of the municipality. The budget is set at R193 million for general expenditure with an increase of R38 million. Included in the other expenditure are the following line items:

- **General expenses other**

General expenditure is budgeted for at R93.4 million and includes the following:

- **Free Basic Services: Basic Social Services Package**

The social package assists households that are poor or face other circumstances that limit their ability to pay for services. To receive these free services the households are required to register in terms of the Municipality's Indigent Policy.

The cost of the social package of the registered indigent households is largely financed by national government through the local government equitable share received in terms of the annual Division of Revenue Act.

- ✕ The budget for the current year is R24 million to cater for free basic electricity, alternative energy and subsidy for rates and other services.

- **Repairs and maintenance**

The budget for the 2019/20 financial year is R40.3 million, R49.3 million and R52 million in the outer two years. The budget excludes the salary component of repairs and maintenance

- **Grant and Subsidies Paid**

The budget for the current year is R17 million and reduces to R16.7 million and R10 million in the outer two years respectively.

1.6 CAPITAL EXPENDITURE

The following table provides a breakdown of budgeted capital expenditure by vote:

TABLE 9 2019/2020 MEDIUM-TERM CAPITAL BUDGET PER VOTE

EC157 King Sabata Dalindyebo - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand	1										
Capital Expenditure - Functional											
<i>Governance and administration</i>		13,570	213	1,858	103,381	64,243	64,243	64,243	18,640	10,000	10,000
Executive and council						94	94	94	5		
Finance and administration		13,570	213	1,858	103,381	64,149	64,149	64,149	18,595	10,000	10,000
Internal audit									40		
<i>Community and public safety</i>		46,679	17,778	75,361	182,609	182,716	182,716	182,716	104,456	124,315	191,041
Community and social services		1,118	3,546		70	121	121	121	200		
Sport and recreation					90	106	106	106	64		
Public safety					46	86	86	86	553		
Housing		45,761	14,232	75,361	182,403	182,403	182,403	182,403	103,649	124,315	191,041
Health											
<i>Economic and environmental services</i>		190,658	257,790	148,361	88,144	90,746	90,746	90,746	89,699	86,626	93,330
Planning and development					87	3,050	3,050	3,050	15		
Road transport		190,658	257,790	148,361	88,057	87,696	87,696	87,696	89,684	86,626	93,330
Environmental protection											
<i>Trading services</i>		80,489	88,441	40,221	44,065	30,945	30,945	30,945	16,050	13,500	15,000
Energy sources		80,489	88,441	40,221	43,856	30,856	30,856	30,856	15,050	13,500	15,000
Water management											
Waste water management											
Waste management					209	89	89	89	1,000		
<i>Other</i>											
Total Capital Expenditure - Functional	3	331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371
Funded by:											
National Government		104,368	109,034	108,254	100,081	87,081	87,081	87,081	96,965	100,126	108,330
Provincial Government		101,705	99,539	154,809	214,122	216,902	216,902	216,902	111,315	124,315	191,041
District Municipality											
Other transfers and grants		106,911	151,890								
Transfers recognised - capital	4	314,975	360,463	263,063	314,203	303,982	303,982	303,982	208,280	224,440	299,371
Borrowing	6				100,000	60,584	60,584	60,584			
Internally generated funds		16,622	3,759	2,738	3,998	4,083	4,083	4,083	20,575	10,000	10,000
Total Capital Funding	7	331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371

EC157 King Sabata Dalindyebo - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand	1										
Single-year expenditure to be appropriated	2										
Vote 1 - EXECUTIVE & COUNCIL		-	-	-	-	94	94	94	5	-	-
Vote 2 - FINANCE & ASSET MANAGEMENT		13,570	213	1,858	103,381	64,149	64,149	64,149	18,595	10,000	10,000
Vote 3 - CORPORATE SERVICES		-	-	-	-	79	79	79	40	-	-
Vote 4 - PLANNING, SOCIAL AND ECONOMIC DEVELOPMENT		-	-	-	117	3,050	3,050	3,050	15	-	-
Vote 5 - HUMAN SETTLEMENT		45,761	14,232	75,361	182,431	182,488	182,488	182,488	103,649	124,315	191,041
Vote 6 - COMMUNITY SERVICES		1,118	3,546	-	209	89	89	89	1,264	-	-
Vote 7 - PUBLIC SAFETY		-	-	-	119	119	119	119	553	-	-
Vote 8 - INFRASTRUCTURE		271,147	346,230	188,582	131,943	118,582	118,582	118,582	104,734	100,126	108,330
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		331,597	564,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371

The capital expenditure for 2019/2020 an amount of R228.6 million and increases to R234.4 million and R309.4million in the two outer years respectively. Of the total capital budget R19.6 million is contribution from own revenue ; this is reduced to R10million for the two outer years to contribute to Capital Outlay in the form ICT equipment and other equipment.

1.7 Annual Budget Tables

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2019/2020 budget and MTREF as approved by the Council.

Table 10 MBRR Table A1 - Budget Summary

EC157 King Sabata Dalindyebo - Table A1 Budget Summary

Description	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands										
Financial Performance										
Property rates	180,579	191,735	216,427	246,183	246,183	246,183	246,183	246,183	259,477	273,488
Service charges	300,242	334,538	383,177	452,965	453,313	453,313	469,202	544,345	538,664	567,752
Investment revenue	3,341	1,834	1,691	—	—	—	—	2,000	2,108	2,222
Transfers recognised - operational	264,689	275,617	293,882	321,436	319,007	319,007	319,007	355,575	373,394	391,911
Other own revenue	216,081	268,280	154,943	93,035	110,825	110,825	110,825	146,225	154,121	162,444
Total Revenue (excluding capital transfers and contributions)	964,933	1,070,004	1,050,120	1,113,619	1,129,327	1,129,327	1,145,216	1,294,328	1,327,765	1,397,817
Employee costs	328,813	374,193	402,364	442,923	446,918	446,918	446,918	492,139	503,817	541,992
Remuneration of councillors	22,887	23,820	26,477	26,589	27,358	27,358	27,358	29,054	30,913	32,892
Depreciation & asset impairment	164,553	157,887	131,801	70,819	163,785	163,785	163,785	98,620	119,620	124,746
Finance charges	14,285	15,546	24,434	29,970	29,970	29,970	29,970	29,970	31,588	33,294
Materials and bulk purchases	258,531	305,270	256,243	312,624	321,813	321,813	321,813	353,986	357,583	376,908
Transfers and grants	37,969	55,871	34,908	107	502	502	502	67	60	63
Other expenditure	185,546	150,095	318,801	234,479	238,720	238,720	238,720	264,936	274,082	277,827
Total Expenditure	1,012,484	1,090,681	1,193,028	1,125,511	1,229,067	1,229,067	1,229,067	1,268,762	1,317,874	1,367,721
Surplus/(Deficit)	(47,552)	(20,677)	(142,908)	(11,892)	(99,740)	(99,740)	(83,850)	25,567	10,091	10,097
Transfers and subsidies - capital (monetary allocated)	204,073	193,745	190,299	314,203	316,982	316,982	316,982	208,280	224,440	299,371
Contributions recognised - capital & contributed assets	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	156,521	173,068	47,391	302,310	217,242	217,242	233,132	233,847	234,531	309,467
Share of surplus/ (deficit) of associates	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) for the year	156,521	173,068	47,391	302,310	217,242	217,242	233,132	233,847	234,531	309,467
Capital expenditure & funds sources										
Capital expenditure	331,597	364,222	265,802	410,200	368,649	368,649	368,649	228,855	234,440	309,371
Transfers recognised - capital	314,875	360,463	263,063	314,203	303,982	303,982	303,982	208,280	224,440	299,371
Borrowing	—	—	—	100,000	60,584	60,584	60,584	—	—	—
Internally generated funds	16,622	3,759	2,738	3,998	4,083	4,083	4,083	20,575	10,000	10,000
Total sources of capital funds	331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371
Financial position										
Total current assets	69,241	120,417	132,045	288,642	314,472	314,472	314,472	206,326	221,852	189,593
Total non current assets	2,562,169	2,775,617	2,894,653	2,659,865	2,666,965	2,666,965	2,666,965	2,816,908	2,998,455	2,992,039
Total current liabilities	318,805	441,161	462,128	250,377	249,580	249,580	249,580	171,575	162,434	140,459
Total non current liabilities	69,627	51,962	91,946	204,153	139,570	139,570	139,570	91,570	61,570	52,070
Community wealth/Equity	2,248,992	2,408,562	2,471,973	2,485,101	2,485,101	2,485,101	2,485,101	2,851,261	2,899,588	2,899,196
Cash flows										
Net cash from (used) operating	212,728	225,473	197,384	388,524	319,340	319,340	319,340	287,341	419,100	514,330
Net cash from (used) investing	(220,924)	(215,257)	(178,173)	(292,693)	(273,283)	(273,283)	(273,283)	(226,284)	(232,852)	(307,696)
Net cash from (used) financing	(19,488)	(4,177)	(10,385)	(42,039)	(13,039)	(13,039)	(13,039)	(40,000)	(17,167)	(9,500)
Cash/cash equivalents at the year end	12,502	18,541	27,366	194,454	60,384	60,384	60,384	81,440	250,521	448,255
Cash backing/surplus reconciliation										
Cash and investments available	12,502	18,541	27,366	194,454	187,477	187,477	187,477	81,440	97,704	124,942
Application of cash and investments	259,926	351,165	352,628	113,837	80,436	80,436	82,660	5,565	(26,292)	9,581
Balance - surplus (shortfall)	(247,424)	(332,624)	(325,262)	80,617	107,041	107,041	104,817	75,875	123,996	115,360
Asset management										
Asset register summary (WDV)	2,568,183	2,781,257	2,894,002	2,659,908	2,666,965	2,666,965	2,666,965	2,816,908	2,998,455	2,992,039
Depreciation	164,553	157,887	131,801	78,819	163,785	163,785	163,785	98,620	119,620	124,746
Renewal and Upgrading of Existing Assets	—	88,441	40,221	97,921	121,921	121,921	121,921	96,985	100,126	108,330
Repairs and Maintenance	29,650	55,210	41,276	33,537	35,981	35,981	35,981	46,816	49,345	52,009
Free services										
Cost of Free Basic Services provided	15,890	15,890	15,890	15,890	15,890	15,890	15,890	15,890	15,890	15,890
Revenue cost of free services provided	—	—	—	—	—	—	—	—	—	—
Households below minimum service level										
Water:	—	—	—	—	—	—	—	—	—	—
Sanitation/sewerage:	15	15	15	15	15	15	15	15	15	15
Energy:	81	81	81	81	81	81	81	81	81	81
Refuse:	76	76	76	76	76	76	76	76	76	76

Explanatory notes to MBRR Table A1 - Budget Summary

Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).

The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.

Financial management reforms emphasizes the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:

- a. The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
- b. Capital expenditure is balanced by capital funding sources, of which
 - i. Transfers recognised is reflected on the Financial Performance Budget;
 - ii. Internally generated funds is financed from a combination of the current operating surplus. The amount is incorporated in the Net cash from investing on the Cash Flow Budget.
- c. The Cash backing/surplus reconciliation shows that in previous financial years the municipality was not paying much attention to managing this aspect of its finances, and consequently many of its obligations are not cash-backed.
- d. This places the municipality in a very vulnerable financial position, as the recent slow-down in revenue collections highlighted. Consequently Council has taken a deliberate decision to ensure adequate cash-backing for all material obligations in accordance with the recently adopted Funding and Reserves Policy. This cannot be achieved in one financial year. But over the MTREF there is progressive improvement in the level of cash-backing of obligations. It is anticipated that the goal of having all obligations cash-back will be achieved by 2020/2021 when a small surplus is reflected.

Even though the Council is placing great emphasis on securing the financial sustainability of the municipality, this is not being done at the expense of services to the poor. The section of Free Services shows that the amount spent on Free Basic Services and the revenue cost of free services provided by the municipality continues to increase. In addition, the municipality continues to make progress in addressing service delivery backlogs..

Table 11 MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

EC157 King Sabata Dalindyebo - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand	1									
Revenue - Functional										
<i>Governance and administration</i>		527,499	713,992	646,920	638,579	515,312	515,312	671,234	710,938	747,953
Executive and council		2,162	6	654	269	269	269	481	507	534
Finance and administration		525,337	713,986	646,267	638,310	515,043	515,043	670,753	710,431	747,419
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		70,220	28,268	55,503	193,598	196,207	196,207	115,693	135,110	202,419
Community and social services		647	4,735	2,125	2,702	2,549	2,549	2,515	696	733
Sport and recreation		-	2	76	80	80	80	84	89	94
Public safety		21,535	4,196	5,710	8,413	11,174	11,174	9,498	10,011	10,551
Housing		48,038	19,334	47,592	182,403	182,403	182,403	103,596	124,315	191,041
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		192,228	100,831	105,940	120,572	258,432	258,432	144,222	150,437	160,316
Planning and development		111,539	5,413	54,440	14,574	14,927	14,927	12,831	13,685	14,153
Road transport		80,688	95,417	51,501	105,998	243,505	243,505	131,391	136,752	146,163
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		394,949	436,548	447,944	490,720	492,005	492,005	535,024	555,239	585,993
Energy sources		358,746	399,916	400,649	439,622	439,622	439,622	475,574	490,810	518,084
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		36,203	36,632	47,295	51,099	52,384	52,384	59,450	64,429	67,908
Other	4	-	-	-	242	242	242	457	481	507
Total Revenue - Functional	2	1,184,895	1,279,639	1,256,308	1,443,711	1,462,199	1,462,199	1,466,630	1,552,205	1,697,188
Expenditure - Functional										
<i>Governance and administration</i>		486,242	488,421	406,657	428,039	464,220	464,220	476,525	497,574	526,445
Executive and council		73,639	65,329	72,542	76,283	80,043	80,043	82,387	88,673	101,458
Finance and administration		412,603	423,092	334,115	347,395	379,816	379,816	387,363	401,702	417,338
Internal audit		-	-	-	4,362	4,362	4,362	6,775	7,199	7,649
<i>Community and public safety</i>		126,463	71,021	101,408	144,252	147,006	147,006	140,590	149,117	196,583
Community and social services		8,445	17,425	21,662	17,412	18,246	18,246	19,689	20,710	22,014
Sport and recreation		-	9,926	12,188	12,992	12,979	12,979	14,478	15,329	16,302
Public safety		97,790	38,747	62,317	109,811	111,760	111,760	101,681	108,043	52,921
Housing		20,229	4,924	5,240	4,038	4,022	4,022	4,741	5,035	5,346
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		76,924	173,613	267,670	149,845	183,928	183,928	178,974	199,017	268,345
Planning and development		22,776	23,571	35,333	29,670	28,304	28,304	31,190	33,087	35,117
Road transport		50,426	150,041	226,649	114,507	149,955	149,955	141,698	159,456	164,361
Environmental protection		3,722	-	5,688	5,668	5,668	5,668	6,086	6,474	68,867
<i>Trading services</i>		322,855	357,626	417,293	403,369	433,908	433,908	442,602	471,954	498,337
Energy sources		272,204	300,011	320,717	336,406	352,287	352,287	365,181	385,380	405,627
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	2,792	17,393	8,772	8,772	8,772	9,120	9,379	9,654
Waste management		50,651	54,823	79,104	58,191	72,848	72,848	68,301	77,196	81,056
Other	4	-	-	-	5	5	5	10	11	11
Total Expenditure - Functional	3	1,012,484	1,090,681	1,193,026	1,125,511	1,229,067	1,229,067	1,238,700	1,317,874	1,387,721
Surplus/(Deficit) for the year		172,411	188,958	63,280	318,200	233,132	233,132	227,930	234,331	309,467

Explanatory notes to MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.

Table 12 MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

EC157 King Sabata Dalindyebo - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

EC157 King Sabata Dalindyebo - Table A3 Budgeted Financial Performance (Revenue and expenditure by municipal vote)										
Vote Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand										
Revenue by Vote										
Vote 1 - EXECUTIVE & COUNCIL	1	2,162	1,227	1,436	1,522	1,522	1,522	2,468	2,598	2,738
Vote 2 - FINANCE & ASSET MANAGEMENT		525,834	713,986	574,111	625,907	497,409	497,409	660,097	700,491	744,320
Vote 3 - CORPORATE SERVICES		3,592	1,016	784	813	661	661	386	407	429
Vote 4 - PLANNING, SOCIAL AND ECONOMIC DEVELOPMENT		111,539	1,752	2,270	5,186	5,425	5,425	2,517	698	735
Vote 5 - HUMAN SETTLEMENT		48,038	19,334	78,086	184,154	184,154	184,154	105,805	126,643	193,495
Vote 6 - COMMUNITY SERVICES		36,850	45,421	57,163	61,156	62,441	62,441	75,206	78,408	82,892
Vote 7 - PUBLIC SAFETY		21,535	21,148	24,434	24,434	27,195	27,195	31,984	33,711	35,531
Vote 8 - INFRASTRUCTURE		435,345	475,753	518,024	540,539	683,495	683,495	588,168	609,250	637,047
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,184,895	1,279,638	1,256,308	1,443,711	1,462,302	1,462,302	1,466,630	1,552,205	1,697,188
Expenditure by Vote to be appropriated										
Vote 1 - EXECUTIVE & COUNCIL	1	73,639	65,329	72,542	98,442	103,033	103,033	109,005	116,923	131,546
Vote 2 - FINANCE & ASSET MANAGEMENT		375,321	420,272	329,899	226,017	256,637	256,637	246,159	257,748	271,904
Vote 3 - CORPORATE SERVICES		44,086	2,820	4,216	46,840	46,992	46,992	56,124	59,521	63,126
Vote 4 - PLANNING, SOCIAL AND ECONOMIC DEVELOPMENT		22,776	33,498	47,520	30,841	29,643	29,643	37,905	40,260	42,763
Vote 5 - HUMAN SETTLEMENT		20,229	4,924	5,240	32,154	32,425	32,425	30,693	32,617	34,661
Vote 6 - COMMUNITY SERVICES		62,817	75,040	123,927	83,957	99,046	99,046	94,425	103,321	101,384
Vote 7 - PUBLIC SAFETY		97,790	38,747	62,317	120,378	122,829	122,829	133,653	142,138	151,162
Vote 8 - INFRASTRUCTURE		315,827	450,052	547,366	486,880	538,463	538,463	530,737	565,146	591,174
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,012,484	1,090,681	1,193,028	1,125,511	1,229,067	1,229,067	1,238,700	1,317,674	1,387,721
Surplus/(Deficit) for the year	2	172,411	188,957	63,280	318,200	233,235	233,235	227,930	234,531	309,467

Explanatory notes to MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote. The following table is an analysis of the surplus or deficit for the electricity trading services.

Table 13 MBRR Table A4 - Budgeted Financial Performance (revenue and expenditure)

EC157 King Sabata Dalindyebo - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description		Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
R thousand		1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue By Source												
Property rates	2		180,579	191,735	216,427	246,183	246,183	246,183	246,183	246,183	259,477	273,488
Service charges - electricity revenue	2		273,308	306,969	345,699	410,624	410,624	410,624	418,513	486,433	513,127	541,262
Service charges - water revenue	2		-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2		-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2		26,934	27,569	37,478	42,341	42,689	42,689	50,689	57,912	62,808	66,200
Rental of facilities and equipment			15,193	13,191	16,967	18,596	28,030	28,030	28,030	29,543	31,138	32,820
Interest earned - external investments			3,341	1,834	1,691	-	-	-	-	2,000	2,108	2,222
Interest earned - outstanding debtors			32,326	37,111	37,741	40,076	45,784	45,784	45,784	48,266	50,862	53,608
Dividends received			-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits			1,026	1,392	1,954	2,722	2,722	2,722	2,722	5,838	6,154	6,486
Licences and permits			13,980	15,155	14,558	2,409	2,409	2,409	2,409	3,399	3,583	3,776
Agency services			-	-	-	15,115	15,115	15,115	15,115	16,129	17,000	17,918
Transfers and subsidies			264,689	275,617	293,882	321,436	319,007	319,007	319,007	355,575	373,394	391,911
Other revenue	2		153,557	199,432	83,723	12,610	15,258	15,258	15,258	41,552	43,796	46,161
Gains on disposal of PPE			-	-	-	1,507	1,507	1,507	1,507	1,507	1,589	1,675
Total Revenue (excluding capital transfers and contributions)			964,933	1,070,004	1,050,120	1,113,619	1,129,327	1,129,327	1,145,216	1,294,328	1,365,035	1,437,526
Expenditure By Type												
Employee related costs	2		328,913	374,193	402,364	442,923	446,918	446,918	446,918	492,139	503,817	541,992
Remuneration of councillors			22,687	23,820	26,477	26,589	27,358	27,358	27,358	29,054	30,913	32,892
Debt impairment	3		62,068	14,168	98,812	29,540	29,540	29,540	29,540	29,540	29,540	29,540
Depreciation & asset impairment	2		164,553	157,887	131,801	78,819	163,785	163,785	163,785	98,620	119,620	124,746
Finance charges			14,285	15,546	24,434	29,970	29,970	29,970	29,970	29,970	31,588	33,294
Bulk purchases	2		228,881	250,059	256,243	306,543	306,543	306,543	306,543	337,813	355,406	374,598
Other materials	8		29,650	55,210	-	6,081	15,270	15,270	15,270	16,173	17,050	17,975
Contracted services			8,642	10,562	8,992	57,966	57,327	57,327	57,327	45,278	50,468	50,838
Transfers and subsidies			37,969	55,871	34,908	107	502	502	502	57	60	63
Other expenditure	4, 5		110,532	130,341	147,385	146,974	151,853	151,853	151,853	193,369	194,211	197,592
Loss on disposal of PPE			4,303	3,033	61,612	-	-	-	-	-	-	-
Total Expenditure			1,012,434	1,090,681	1,193,028	1,125,511	1,229,067	1,229,067	1,229,067	1,272,012	1,332,673	1,403,530
Surplus/(Deficit)			(47,552)	(20,677)	(142,908)	(11,892)	(99,740)	(99,740)	(83,850)	22,316	32,362	33,997
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			204,073	193,745	190,299	314,203	316,982	316,982	316,982	208,280	224,440	299,371
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher			-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)			-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions			156,521	173,068	47,391	302,310	217,242	217,242	233,132	230,596	256,802	333,367

Table 14 MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

Vote Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Single-year expenditure to be appropriated	2										
Vote 1 - EXECUTIVE & COUNCIL		-	-	-	-	94	94	94	5	-	-
Vote 2 - FINANCE & ASSET MANAGEMENT		13,570	213	1,858	103,381	64,149	64,149	64,149	18,595	10,000	10,000
Vote 3 - CORPORATE SERVICES		-	-	-	-	79	79	79	40	-	-
Vote 4 - PLANNING, SOCIAL AND ECONOMIC DEVELOPMENT		-	-	-	117	3,050	3,050	3,050	15	-	-
Vote 5 - HUMAN SETTLEMENT		45,761	14,232	75,361	182,431	182,488	182,488	182,488	103,649	124,315	191,041
Vote 6 - COMMUNITY SERVICES		1,118	3,546	-	209	89	89	89	1,264	-	-
Vote 7 - PUBLIC SAFETY		-	-	-	119	119	119	119	553	-	-
Vote 8 - INFRASTRUCTURE		271,147	346,230	188,582	131,943	118,582	118,582	118,582	104,734	100,126	108,330
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371
Total Capital Expenditure - Vote		331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371
Capital Expenditure - Functional											
<i>Governance and administration</i>		13,570	213	1,858	103,381	64,243	64,243	64,243	18,640	10,000	10,000
Executive and council						94	94	94	5		
Finance and administration		13,570	213	1,858	103,381	64,149	64,149	64,149	18,595	10,000	10,000
Internal audit									40		
<i>Community and public safety</i>		46,879	17,778	75,361	182,609	182,716	182,716	182,716	104,466	124,315	191,041
Community and social services		1,118	3,546		70	121	121	121	200		
Sport and recreation					90	106	106	106	64		
Public safety					46	86	86	86	553		
Housing		45,761	14,232	75,361	182,403	182,403	182,403	182,403	103,649	124,315	191,041
Health											
<i>Economic and environmental services</i>		190,658	257,790	148,361	88,144	90,746	90,746	90,746	89,699	86,626	93,330
Planning and development					87	3,050	3,050	3,050	15		
Road transport		190,658	257,790	148,361	88,057	87,696	87,696	87,696	89,684	86,626	93,330
Environmental protection											
<i>Trading services</i>		80,489	88,441	40,221	44,065	30,945	30,945	30,945	16,050	13,500	15,000
Energy sources		80,489	88,441	40,221	43,856	30,856	30,856	30,856	15,050	13,500	15,000
Water management											
Waste water management											
Waste management					209	89	89	89	1,000		
<i>Other</i>											
Total Capital Expenditure - Functional	3	331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371
Funded by:											
National Government		104,359	109,034	108,254	100,081	87,081	87,081	87,081	96,965	100,126	108,330
Provincial Government		101,705	99,539	154,809	214,122	216,902	216,902	216,902	111,315	124,315	191,041
District Municipality											
Other transfers and grants		108,911	151,890								
Transfers recognised - capital	4	314,975	360,463	263,063	314,203	303,982	303,982	303,982	208,280	224,440	299,371
Borrowing	6				100,000	60,584	60,584	60,584			
Internally generated funds		16,622	3,759	2,738	3,998	4,083	4,083	4,083	20,575	10,000	10,000
Total Capital Funding	7	331,597	364,222	265,802	418,200	368,649	368,649	368,649	228,855	234,440	309,371

Table 15 MBRR Table A6 - Budgeted Financial Position

EC157 King Sabata Dalindyebo - Table A6 Budgeted Financial Position

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand											
ASSETS											
Current assets											
Cash		6,238	5,218	16,224	60,383	60,383	60,383	60,383	54,346	57,063	59,916
Call investment deposits	1	6,264	13,323	11,142	134,071	127,094	127,094	127,094	27,094	40,641	65,026
Consumer debtors	1	31,155	43,975	34,891	32,897	116,143	116,143	116,143	113,904	113,031	53,391
Other debtors		17,928	48,621	54,401	53,027	2,587	2,587	2,587	2,717	2,853	2,995
Current portion of long-term receivables											
Inventory	2	7,667	9,280	15,387	8,264	8,264	8,264	8,264	8,264	8,264	8,264
Total current assets		69,241	120,417	132,045	288,642	314,472	314,472	314,472	206,325	221,852	189,533
Non current assets											
Long-term receivables											
Investments											
Investment property		228,869	245,734	282,264	245,804	245,804	245,804	245,804	245,804	245,804	245,804
Investment in Associate											
Property, plant and equipment	3	2,333,309	2,529,883	2,606,375	2,408,420	2,415,397	2,415,397	2,415,397	2,565,340	2,746,887	2,740,471
Biological											
Intangible		1,317	944	666	1,067	1,067	1,067	1,067	1,067	1,067	1,067
Other non-current assets		4,697	4,697	4,697	4,697	4,697	4,697	4,697	4,697	4,697	4,697
Total non current assets		2,562,169	2,775,517	2,894,653	2,659,665	2,666,565	2,666,565	2,666,565	2,816,908	2,998,455	2,992,039
TOTAL ASSETS		2,631,410	2,896,034	3,026,698	2,948,507	2,981,036	2,981,036	2,981,036	3,023,233	3,220,306	3,181,632
LIABILITIES											
Current liabilities											
Bank overdraft	1										
Borrowing	4	10,072	10,710	24,247	36,522	26,725	26,725	26,725	34,725	33,725	28,725
Consumer deposits		15,719	17,016	17,420	26,975	26,975	26,975	26,975	26,975	40,808	45,808
Trade and other payables	4	293,015	413,435	420,461	195,880	195,880	195,880	195,880	109,876	87,901	65,925
Provisions											
Total current liabilities		318,805	441,161	462,128	259,377	249,580	249,580	249,580	171,575	162,434	140,459
Non current liabilities											
Borrowing		32,398	27,584	60,584	147,583	83,000	83,000	83,000	35,000	5,000	(4,500)
Provisions		37,229	24,378	31,362	56,570	56,570	56,570	56,570	56,570	56,570	56,570
Total non current liabilities		69,627	51,962	91,946	204,153	139,570	139,570	139,570	91,570	61,570	52,070
TOTAL LIABILITIES		388,432	493,123	554,074	463,530	389,150	389,150	389,150	263,145	224,003	192,528
NET ASSETS	5	2,242,978	2,402,911	2,472,624	2,484,978	2,591,887	2,592,287	2,592,287	2,760,088	2,996,303	2,989,104
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		1,861,958	2,021,138	2,084,418	2,098,067	2,098,067	2,098,067	2,098,067	2,264,227	2,512,554	2,512,162
Reserves	4	387,034	387,414	387,555	387,034	387,034	387,034	387,034	387,034	387,034	387,034
TOTAL COMMUNITY WEALTH/EQUITY	5	2,248,992	2,408,552	2,471,973	2,485,101	2,485,101	2,485,101	2,485,101	2,651,261	2,899,588	2,899,196

Table 16 MBRR Table A7 - Budgeted Cash Flow Statement

EC157 King Sabata Dalindyebo - Table A7 Budgeted Cash Flows

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		138,762	174,851	167,284	221,564	248,634	248,634	248,634	230,860	289,820	310,108
Service charges		300,850	350,427	399,067	476,745	465,654	465,654	465,654	510,916	546,680	584,948
Other revenue		30,198	7,713	6,868	56,652	72,142	72,142	72,142	94,751	100,309	106,198
Government - operating	1	323,960	274,684	298,950	321,436	319,007	319,007	319,007	354,554	373,394	391,911
Government - capital	1	146,764	193,745	190,299	290,203	303,982	303,982	303,982	208,280	224,440	299,371
Interest		35,667	38,945	39,431	40,076				50,256	52,970	55,830
Dividends									-	-	-
Payments											
Suppliers and employees		(749,190)	(799,347)	(845,173)	(987,075)	(1,060,002)	(1,060,002)	(1,060,002)	(1,132,250)	(1,136,866)	(1,200,078)
Finance charges		(14,285)	(15,546)	(24,434)	(29,970)	(29,970)	(29,970)	(29,970)	(29,970)	(31,588)	(33,294)
Transfers and Grants	1			(34,908)	(107)	(107)	(107)	(107)	(57)	(60)	(63)
NET CASH FROM/(USED) OPERATING ACTIVITIES		212,726	225,473	197,384	389,524	319,340	319,340	319,340	287,341	419,700	514,930
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		1,410	83		1,507	1,507	1,507	1,507	1,507	1,589	1,675
Decrease (Increase) in non-current debtors						40,252	40,252	40,252	-	-	-
Decrease (increase) other non-current receivables									-	-	-
Decrease (increase) in non-current investments		353	380	141		(6,977)	(6,977)	(6,977)	-	-	-
Payments											
Capital assets		(222,686)	(215,719)	(178,315)	(294,200)	(308,065)	(308,065)	(308,065)	(227,792)	(234,440)	(309,371)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(220,924)	(215,257)	(178,173)	(292,693)	(273,283)	(273,283)	(273,283)	(226,284)	(232,852)	(307,696)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans									-	-	-
Borrowing long term/refinancing									-	-	-
Increase (decrease) in consumer deposits					11,256	11,256	11,256	11,256	-	13,833	5,000
Payments											
Repayment of borrowing		(19,488)	(4,177)	(10,385)	(53,295)	(24,295)	(24,295)	(24,295)	(40,000)	(31,000)	(14,500)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(19,488)	(4,177)	(10,385)	(42,039)	(13,039)	(13,039)	(13,039)	(40,000)	(17,167)	(9,500)
NET INCREASE/ (DECREASE) IN CASH HELD		(27,685)	6,039	8,825	54,792	33,018	33,018	33,018	21,056	189,882	197,734
Cash/cash equivalents at the year begin:	2	40,187	12,502	18,541	139,662	27,366	27,366	27,366	60,383	81,440	250,521
Cash/cash equivalents at the year end:	2	12,502	18,541	27,366	194,454	60,384	60,384	60,384	81,440	250,521	448,255

Table 17 MBRR Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

EC157 King Sabata Dalindyebo - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Cash and investments available											
Cash/cash equivalents at the year end	1	12,502	18,541	27,366	194,454	60,384	60,384	60,384	81,440	250,621	448,255
Other current investments > 90 days		-	-	-	(0)	127,094	127,094	127,094	(0)	(152,817)	(323,313)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		12,502	18,541	27,366	194,454	187,477	187,477	187,477	81,440	97,704	124,942
Application of cash and Investments											
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	3	259,926	351,165	352,628	113,837	80,436	80,436	82,660	5,565	(21,984)	11,729
Other provisions		-	-	-	-	-	-	-	-	-	-
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:		259,926	351,165	352,628	113,837	80,436	80,436	82,660	5,565	(21,984)	11,729
Surplus(shortfall)		(247,424)	(332,624)	(325,262)	80,617	107,041	107,041	104,817	75,875	119,688	113,212

References

1. Must reconcile with Budgeted Cash Flows
2. For example: VAT, taxation
3. Council approval for policy required - include sufficient working capital (e.g. allowing for a % of current debtors > 90 days as uncollectable)
4. For example: sinking fund requirements for borrowing
5. Council approval required for each reserve created and basis of cash backing of reserves

Other working capital requirements

Debtors	33,089	62,270	67,833	82,043	115,444	115,444	113,220	104,311	109,885	54,196
Creditors due	293,015	413,436	420,461	195,880	195,880	195,880	195,880	109,876	87,901	65,925
Total	(259,926)	(351,165)	(352,628)	(113,837)	(80,436)	(80,436)	(82,660)	(5,565)	21,984	(11,729)

Debtors collection assumptions

Balance outstanding - debtors	49,083	92,595	89,291	85,924	118,730	118,730	118,730	116,621	115,883	56,387
Estimate of debtors collection rate	67.4%	67.3%	76.0%	95.5%	97.2%	97.2%	95.4%	89.4%	94.8%	96.1%

In terms of the Treasury assessment the budget is not funded due to liabilities brought forward from 2018/06. The situation changes in 2020/2021, Circular 93 that the municipality is required to prepare a financial recovery plan to turn the situation around.

Table 18 MBRR Table A9 - Asset Management

EC157 King Sabata Dalindyebo - Table A9 Asset Management

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
ASSET REGISTER SUMMARY - PPE (WDV)	5	2,568,183	2,781,257	2,894,002	2,659,988	2,666,965	2,666,965	2,816,908	2,998,455	2,992,039
Roads Infrastructure		660,200	484,975	293,874	172,973	172,973	172,973	195,175	75,555	49,191
Storm water Infrastructure					286,186	286,186	286,186	359,541	359,541	359,541
Electrical Infrastructure		257,906	1,102,559	1,319,078	135,767	135,767	135,767	119,192	119,192	119,192
Water Supply Infrastructure										
Sanitation Infrastructure										
Solid Waste Infrastructure										
Rail Infrastructure										
Coastal Infrastructure										
Information and Communication Infrastructure			14,232	75,361	2,059	1,821	1,821			
Infrastructure		918,106	1,601,767	1,688,373	596,988	596,748	596,748	673,907	554,287	527,923
Community Assets		420,975	416,267	416,915	377,457	377,457	377,457	448,710	448,710	448,710
Heritage Assets		4,697	4,697	4,697	4,697	4,697	4,697	4,697	4,697	4,697
Investment properties		228,859	245,734	282,264	245,804	245,804	245,804	245,804	245,804	245,804
Other Assets		455,090	511,848	501,147	1,007,496	911,493	911,493	271,849	271,849	271,849
Biological or Cultivated Assets										
Intangible Assets		1,317	944	666	1,067	1,067	1,067	1,067	1,067	1,067
Computer Equipment					4,878	7,993	7,993	5,030	5,030	5,030
Furniture and Office Equipment					88	260	260	64	64	64
Machinery and Equipment		539,138			400,341	400,273	400,273	480,152	480,152	480,152
Transport Assets					21,174	121,174	121,174	143,292	143,292	143,292
Land								542,337	843,504	863,452
Zoo's, Marine and Non-biological Animals										
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	2,568,183	2,781,257	2,894,002	2,659,988	2,666,965	2,666,965	2,816,908	2,998,455	2,992,039

EC157 King Sabata Dalindyebo - Table A9 Asset Management

EC157 King Sabata Dalindyebo - Table A9 Asset Management							2019/20 Medium Term Revenue & Expenditure Framework			
Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast			
R thousand										
CAPITAL EXPENDITURE										
Total New Assets	1	176,335	285,649	169,478	194,819	297,684	297,684	130,880	134,315	201,041
Roads Infrastructure		158,440	261,183	148,361	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	1,390	1,390	1,390	15,550	10,000	10,000
Infrastructure		158,440	261,183	148,361	1,390	1,390	1,390	15,550	10,000	10,000
Community Facilities		-	3,546	-	9,087	9,087	9,087	7,719	-	-
Sport and Recreation Facilities		-	-	-	69	69	69	-	-	-
Community Assets		-	3,546	-	9,156	9,156	9,156	7,719	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		17,894	20,707	19,259	118	118	118	220	-	-
Housing		-	-	-	182,403	182,403	182,403	103,596	124,315	191,041
Other Assets		17,894	20,707	19,259	182,521	182,521	182,521	103,816	124,315	191,041
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	2,780	2,780	-	-	-
Intangible Assets		-	-	-	-	2,780	2,780	-	-	-
Computer Equipment		-	213	1,858	1,409	1,495	1,495	2,015	-	-
Furniture and Office Equipment		-	-	-	29	29	29	105	-	-
Machinery and Equipment		-	-	-	313	313	313	1,675	-	-
Transport Assets		-	-	-	-	100,000	100,000	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets	2	-	88,441	40,221	97,921	121,921	121,921	96,965	100,126	108,330
Roads Infrastructure		-	-	-	78,121	78,121	78,121	81,965	86,626	93,330
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	88,441	40,221	19,800	43,800	43,800	15,000	13,500	15,000
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		-	88,441	40,221	97,921	121,921	121,921	96,965	100,126	108,330

EC157 King Sabata Dalindyebo - Table A9 Asset Management

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
EXPENDITURE OTHER ITEMS		194,203	213,097	173,077	112,355	199,766	199,766	145,436	168,965	176,754
Depreciation	7	164,553	157,887	131,801	78,819	163,785	163,785	98,620	119,620	124,746
Repairs and Maintenance by Asset Class	3	29,650	55,210	41,276	33,537	35,981	35,981	46,816	49,345	52,009
Roads Infrastructure		12,156	14,999	12,832	21,109	19,200	19,200	24,450	25,770	27,162
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		9,020	29,429	21,974	5,773	6,597	6,597	6,826	7,195	7,583
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		4,397	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	7,425	3,761	-	-	-	-	-	-
Infrastructure		25,573	51,854	38,567	26,632	25,797	25,797	31,276	32,965	34,745
Community Facilities		54	-	-	25	14	14	26	27	29
Sport and Recreation Facilities		-	-	-	1,011	961	961	1,010	1,064	1,122
Community Assets		54	-	-	1,036	975	975	1,035	1,091	1,150
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		4,023	-	-	792	659	659	3,595	3,789	3,994
Housing		-	-	-	-	-	-	-	-	-
Other Assets		4,023	-	-	792	659	659	3,595	3,789	3,994
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	8	8	8	120	126	133
Furniture and Office Equipment		-	-	-	21	10	10	13	16	15
Machinery and Equipment		-	-	-	2,410	2,396	2,396	3,175	3,346	3,527
Transport Assets		-	3,356	2,710	2,388	6,136	6,136	7,600	8,011	8,443
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS		194,203	213,097	173,077	112,355	199,766	199,766	145,436	168,965	176,754
Renewal and upgrading of Existing Assets as % of total capex		0.0%	23.6%	19.2%	33.4%	29.1%	29.1%	42.6%	42.7%	35.0%
Renewal and upgrading of Existing Assets as % of deprecn		0.0%	56.0%	30.5%	124.2%	74.4%	74.4%	98.3%	83.7%	86.8%
R&M as a % of PPE		1.3%	2.2%	1.6%	1.4%	1.5%	1.5%	1.8%	1.8%	1.9%
Renewal and upgrading and R&M as a % of PPE		1.0%	5.0%	3.0%	5.0%	6.0%	6.0%	5.0%	5.0%	5.0%

Table 19 MBRR Table A10 - Basic Service Delivery Measurement

EC157 King Sabata Dalindyebo - Table A10 Basic service delivery measurement

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Household service targets	1									
Water:										
Piped water inside dwelling		42,626	42,626	42,626	42,626	42,626	42,626	42,626	42,626	42,626
Piped water inside yard (but not in dwelling)		24,405	24,405	24,405	24,405	24,405	24,405	24,405	24,405	24,405
Using public tap (at least min.service level)	2	-	-	-	-	-	-	-	-	-
Other water supply (at least min.service level)	4	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		67,031	67,031	67,031	67,031	67,031	67,031	67,031	67,031	67,031
Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	67,031	67,031	67,031	67,031	67,031	67,031	67,031	67,031	67,031
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		37,356	37,356	37,356	37,356	37,356	37,356	37,356	37,356	37,356
Flush toilet (with septic tank)		-	-	-	-	-	-	-	-	-
Chemical toilet		-	-	-	-	-	-	-	-	-
Pit toilet (ventilated)		53,138	53,138	53,138	53,138	53,138	53,138	53,138	53,138	53,138
Other toilet provisions (> min.service level)		-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>		90,494	90,494	90,494	90,494	90,494	90,494	90,494	90,494	90,494
Bucket toilet		496	496	496	496	496	496	496	496	496
Other toilet provisions (< min.service level)		-	-	-	-	-	-	-	-	-
No toilet provisions		14,416	14,416	14,416	14,416	14,416	14,416	14,416	14,416	14,416
<i>Below Minimum Service Level sub-total</i>		14,912	14,912	14,912	14,912	14,912	14,912	14,912	14,912	14,912
Total number of households	5	105,406	105,406	105,406	105,406	105,406	105,406	105,406	105,406	105,406
Energy:										
Electricity (at least min.service level)		450	450	450	450	450	450	450	450	450
Electricity - prepaid (min.service level)		76,732	76,732	76,732	76,732	76,732	76,732	76,732	76,732	76,732
<i>Minimum Service Level and Above sub-total</i>		77,182	77,182	77,182	77,182	77,182	77,182	77,182	77,182	77,182
Electricity (< min.service level)		60,464	60,464	60,464	60,464	60,464	60,464	60,464	60,464	60,464
Electricity - prepaid (< min. service level)		20,888	20,888	20,888	20,888	20,888	20,888	20,888	20,888	20,888
Other energy sources		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		81,352	81,352	81,352	81,352	81,352	81,352	81,352	81,352	81,352
Total number of households	5	158,534	158,534	158,534	158,534	158,534	158,534	158,534	158,534	158,534
Refuse:										
Removed at least once a week		27,562	27,562	27,562	27,562	27,562	27,562	27,562	27,562	27,562
<i>Minimum Service Level and Above sub-total</i>		27,562	27,562	27,562	27,562	27,562	27,562	27,562	27,562	27,562
Removed less frequently than once a week		64,603	64,603	64,603	64,603	64,603	64,603	64,603	64,603	64,603
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		11,494	11,494	11,494	11,494	11,494	11,494	11,494	11,494	11,494
No rubbish disposal		-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>		76,097	76,097	76,097	76,097	76,097	76,097	76,097	76,097	76,097
Total number of households	5	103,659	103,659	103,659	103,659	103,659	103,659	103,659	103,659	103,659
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Formal Settlements (R'000)	8									
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per indigent household per month)		7,890	7,890	7,890	7,890	7,890	7,890	7,890	7,890	7,890
Refuse (removed once a week for indigent households)		8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)										
Total cost of FBS provided		15,890	15,890	15,890	15,890	15,890	15,890	15,890	15,890	15,890

PART 2 – SUPPORTING DOCUMENTATION

2.1. Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the MMC for Finance.

The primary aims of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1. Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year .e. in August a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled in Council the required the IDP and budget process plan on the time schedule in August 2018. Key dates applicable to the process were:

IDP / BUDGET AND PMS 2019-20 REVIEW

ACTIVITY	LEGISLATIVE REQUIREMENT	DATE	RESPONSIBILITY
JULY 2018			
Review of Rollovers to be included in the 2018/19 Budget	Section 21 of the MFMA 56 of 2003: Budget Preparation Process read with Section 28 (1) of the Municipal Systems Act, 32 of 2000	02-13 July 2018	General Manager: Mayor's Office/ IDP Manager
Develop draft process and timetable for the 2019/20 Budget		July 2018	General Manager: Mayor's Office/ IDP Manager
IDP, Budget and PMS Technical Committee/ MANCOM to discuss Draft process plan		July 2018	General Manager: Mayor's Office/ IDP Manager
Alignment of draft process plan and draft IDP process framework with O R Tambo district municipality		30-31 July 2018	General Manager: Mayor's Office/ IDP Manager
AUGUST 2018			
IDP /Budget Technical/ Steering Committee – to submit process plan for discussion	Section 21 of the MFMA 56 of 2003: Budget Preparation Process read with Section 28 (1) of the Municipal Systems Act, 32 of 2000	17 August 2018	General Manager: Mayor's Office/ IDP Manager
IGR Forum		27/28 August 2018	IGR Manager
IDP Representative forum meeting- presentation of draft IDP ,Budget and PMS process plan		22 August 2018	General Manager: Mayor's Office/ IDP Manager
Council consider IDP, Budget and PMS Process Plan 2019-2020 for adoption		31 August 2018	Executive Mayor
2017/18 Financial Statements submitted to Auditor-General		31 August 2018	CFO & Directors

SEPTEMBER 2018 (IDP MONTH)			
	Section 21 of the MFMA 56 of 2003: Budget Preparation Process read with Section 28 (1) of the Municipal Systems Act, 32 of 2000		General Manager: Mayor's Office/ IDP Manager
Replication of ward based planning to all wards (desktop session-in-house)	<p>Section 21 of the MFMA 56 of 2003: Budget Preparation Process read with Section 28 (1) of the Municipal Systems Act, 32 of 2000</p> <p>Section 21 of the MFMA 56 of 2003: Budget Preparation Process read with Section 28 (1) of the Municipal Systems Act, 32 of 2000</p>	03-07 September 2018	General Manager: Mayor's Office/ IDP Manager
IDP Awareness Campaign and Budgeting Process			Office/ IDP Manager
Advertise IDP/ PMS and Budget Process Plan on the local print media		03-20 September 2018	General Manager: Mayor's Office/ IDP Manager
Submission of IDP and PMS Process Plan to OR Tambo DM and other spheres of government		05-14 September 2018	General Manager: Mayor's Office/ IDP Manager
Review of Ward Based Profiles		05-13 September 2018	General Manager: Mayor's Office/ IDP Manager
IDP/Budget Framework Workshop	Section 21 of the MFMA 56 OF 2003: budget preparation process	10-28 September 2018	General Manager: Mayor's Office/ IDP Manager
IDP Assessment by COGTA	Section 21 of the MFMA 56 OF 2003: budget preparation process	11 September 2018	CFO
	Section 32 of the Municipal Systems Act of 2000: Su-section (1), (2) and (3) The municipal manager of a municipality must submit a copy of integrated development plan as adopted by the council of the municipality, and any subsequent amendment to the plan, to the MEC for local government in the province within 10 days of the adoption or amendment of the plan for MEC comments and proposals	2nd week September 2018	General Manager: Mayor's Office/ IDP Manager

IDP, Budget and PMS Process Plan steering committee- unpack and review situational gap analysis		17 September 2018	Municipal Manager
IGR Technical		19 September 2018	IGR Manager

OCTOBER 2018				
HR and Budget collate Personnel Request Forms and analyze results through staff keys book	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	03 – 22 October 2018	Director Corporate Services, CFO, GM Budget and Accounting and GM: Human Resources	
Ward to Ward IDP, Budget and PMS Outreach Programme – Needs Analysis and prioritisation	Section 16 of Local Government: Municipal Systems Act, No. 32 of 2000 states that Municipality must develop a culture of municipal governance that complements formal representative government with a system of participatory governance, and must for this purpose (a) encourage, and create conditions for, the local community to participate in the affairs of the municipality, including in- (i) the preparation, implement and review of its integrated development plan in terms of chapter 5 Section 21 of the MFMA 56 OF 2003: budget preparation process	03 October -23 October 2018	Executive Mayor & Members of the Mayoral Committee	
District Planning Forum (ORT DPF)		2 nd week of October 2018		
Analyze results of personnel expenditure and communicate to Directorates	Section 21 of the MFMA 56 of 2003 : Budget Preparation Process	22 -31 October 2018	Director Corporate Services, CFO GM Budget and Accounting and GM Human Resources	
IDP Technical / Steering Committee – Presentation and discussions on the performance reports of the 1st quarter Continue with the review of situational analysis gaps	Section 55 (1) of Local Municipality: Municipal Systems Act, No. 32 of 2000 states that As head of administration the municipal manager of a municipality is, subject to the policy directions of the municipal council, responsible and accountable for- (ii) equipped to carry out the task of implementing the municipality 's integrated development plan in accordance with chapter 5.	23 October 2018	Municipal Manager, All Directors	

IDP Representative Forum to present update on Draft situational analysis report	Section 16 of Local Government: Municipal Systems Act, No. 32 of 2000 states that Municipality must develop a culture of municipal governance that complements formal representative government with a system of participatory governance, and must for this purpose (a) encourage, and create conditions for, the local community to participate in the affairs of the municipality, including in- (i) the preparation, implement and review of its integrated development plan in terms of chapter 5 Section 21 of the MFMA 56 OF 2003: budget preparation process	25 October 2018	Executive Mayor
IGR Forum		29 November 2018	IGR Manager
IDP Steering Committee – Presentation and discussions on the performance reports of the 1st quarter continue with the situational analysis	Section 55 (1) of Local Municipality: Municipal Systems Act, No. 32 of 2000 states that As head of administration the municipal manager of a municipality is, subject to the policy directions of the municipal council, responsible and accountable for- (ii) equipped to carry out the task of implementing the municipality's integrated development plan in accordance with chapter 5. (c) the implement of the municipality's integrated development plan, and monitoring of progress with implementation of the plan	29-31 October 2018	Municipal manager, All Directors
Submission of D-Form to NERSA	Section 43 of the MFMA: Applicability of Tax and Tariff capping on Municipalities	30 October 2018	GM: Budget and Accounting, CFO and Electrical Engineer
Submission of Performance reports and performance information of the first quarter to Council	Section 55 (1) of Local Municipality: Municipal Systems Act, No. 32 of 2000 states that As head of administration the municipal manager of a municipality is, subject to the policy directions of the municipal council, responsible and accountable for- (ii) equipped to carry out the task of	31 October 2018	Executive Mayor and Municipal Manager

	implementing the municipality's integrated development plan in accordance with chapter 5. (c) the implement of the municipality's integrated development plan, and monitoring of progress with implementation of the plan		
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NOVEMBER 2018				
Submission of Budget Request Forms General Expenses-Capital outlay ,Capital Budget ,Operating Projects	Section 21 of the MFMA 56 of 2003 Budget Preparation Process	05-21 November 2018	Municipal Manager, All Directorates	
Check with National, Provincial Governments and District Municipalities for any information in relation to budget and adjustment budget to projected allocations for the next three years.	Section 21 of the MFMA 56 of 2003 Budget Preparation Process	07-30 November 2018	GM: Accounting and Budget /CFO	
IDP Technical / Steering Committee – Presentation and discussions on the performance reports of the 1st quarter ; Unpack key issues derived from situational analysis and introduction of Objectives and Strategies and Project Identification	Section 55 (1)of Local Municipality: Municipal Systems Act, No.32 of 2000 states that As head of administration the municipal manager of a municipality is, subject to the policy directions of the municipal council ,responsible and accountable for-(ii) equipped to carry out the task of implementing the municipality 's integrated development plan in accordance with chapter 5.	08 November 2018	Municipal Manager, All Directors	
IGR Forum		12 November 2018	IGR Manager	
Discuss Draft audit report from the Auditor-General for the 2017/2018 financial statements	Section 21 of the MFMA 56 of 2003 Budget Preparation Process	12 -29 November 2018	GM: Accounting and Budget /CFO	
IDP Representative forum –Finalise draft situational analysis and unpacking of Objectives and Strategies and Project Identification.	Section 16 of Local Government: Municipal Systems Act, No.32 of 2000 states that Municipality must develop a culture of municipal governance that complements formal representative government with a system of participatory governance ,and must for this purpose (a) encourage ,and create conditions for, the local	15 November 2018	Executive Mayor	

	community to participate in the affairs of the municipality ,including in- (i)the preparation ,implement and review of its integrated development plan in terms of chapter 5 Section 21 of the MFMA 56 OF 2003: budget preparation process		
CFO to collate budgets and analyze results	Section 21 of the MFMA 56 of 2003 Budget Preparation Process	26 -29 November 2018	GM: Accounting and Budget /CFO
IGR Forum		29 November 2018	IGR Manager
DECEMBER 2018			
Convene District IDP Cluster Forums to present Situational Analysis		06& 07 December 2018	Municipal Manager, All Directors
IDP Steering Committee meeting -- Finalize projects identification	Section 16 of Local Government: Municipal Systems Act, No.32 of 2000 states that Municipality must develop a culture of municipal governance that complements formal representative government with a system of participatory governance ,and must for this purpose (a) encourage ,and create conditions for, the local community to participate in the affairs of the municipality ,including in-	07 December 2018	All Directorates

	(i) the preparation, implement and review of its integrated development plan in terms of chapter 5		
	Section 21 of the MFMA 56 OF 2003: budget preparation process		
Technical Committee/ MANCOM meeting to Review three year capital budget and Operating projects	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	11 December 2018	All Directorates

JANUARY 2019			
IDP Rep Forum – Finalise developmental strategies and objectives	Section 16 of Local Government: Municipal Systems Act, No. 32 of 2000	10 Jan 2019	Executive Mayor
Obtain any projected adjustment allocations from National, Provincial Governments and District Municipalities	Section 21 of MFMA 56 of 2003 Budget Preparation Process	14-18 January 2018	GM Accounting and Budgeting / CFO
Special Council Meeting – Table in to the Council an annual report, the audit report for 2017/2018, and Mid –year report 2018-19	Section 72 (1) of the MFMA: The Accounting Officer of a Municipality must by 25 January of each year assess the performance of the Municipality during the first half of	25 Jan 2019	Executive Mayor

	the financial year. Section 121 of the MFMA: Preparation and adoption of the annual report		
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FEBRUARY 2019				
Budget adjustment Consultation Process begins	Section 28 of the MFMA the Municipality May revise an approved annual budget though an adjustment budget	01-08 February 2019	GM: Budgeting and Accounting	
IDP, Budget and PMS Technical Committee - To discuss and Finalize the Draft MTREF Budget and 1 st Adjustment Budget	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	11 February 2019	All Directorates	
IDP, Budget and PMS Steering Committee - To discuss the and Finalize the Draft MTREF Budget and 1 st Adjustment Budget as well as presentation of the draft IDP	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	15 February 2019	Municipal Manager	
Mid – Year Engagement	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	19 February 2019	Municipal Manager/ CFO	
MEGA Strategic Planning Session - Presentation of first draft IDP, PMS 2019/20 and Budget - 2019/20/21-21/22/22/23 to finalise integration, alignment of budgets	Section 16 of Local Government: Municipal Systems Act, No. 32 of 2000 states that Municipality must develop a culture of municipal governance that complements formal representative government with a system of participatory governance, and must for this purpose (a) encourage, and create conditions for, the local community to participate in the affairs of the municipality, including in- (i) the preparation, implement and review of its integrated development plan in terms of chapter 5 Section 21 of the MFMA 56 OF 2003: budget preparation process	20- 22 February 2018	Executive Mayor	

Council to approve 1st Adjustment Budget	Section 28 of the MFMA the Municipality May revise an approved annual budget though an adjustment budget and read together with Section 72(3) The Accounting Officer must as part of the review make recommendations as to whether an adjustment budget is necessary and recommend revised projection of revenue and expenditure to the extent that this may be necessary	26 February 2019	Executive Mayor and Municipal Manager
MARCH 2019			
Review of Budget Related Policies (To remove and add it to March 2019)	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	1 st 06 March 2018	GM: Accounting and Budget /CFO
IDP/ PMS and Budget technical committee/MANCOM -first draft IDP 2019/2020 and Draft 2019/22 MTREF Budget	Section 16(2) Annual Budget: The Mayor of a Municipality must table the annual budget at a council meeting 90 days before the start of the budget year Section 43 of the MFMA	06 March 2019	CFO/ All Directors:
IDP Steering Committee to present first draft IDP 2019/22 and Draft 2019/2020 MTREF Budget	Section 16(2) Annual Budget: The Mayor of a Municipality must table the annual budget at a council meeting 90 days before the start of the budget year Section 43 of the MFMA	15 March 2019	Municipal Manager
Council adopts 2019-22 First Draft MTREF Budget ,IDP PMS and Draft Budget policies	Section 16(2) Annual Budget: The Mayor of a Municipality must table the annual budget at a council meeting 90 days before the start of the budget year Section 43 of the MFMA	29 March 2019	Executive Mayor

APRIL 2019				
Submit to National Treasury, Provincial Treasury and the MEC responsible for Local Government the annual report, Annual financial statements, the audit report and any corrective action taken in response to the findings of the audit report relating to 2018/2019	Regulation 15(4)a: The Municipal Manager must send copies of the annual budget and supporting documentation as tabled in the Municipal Council in both printed and electronic form	05 April 2019	GM: Budget and Accounting/CFO	
2019-22 Draft MTREF Budget, IDP and PMS advertised for public comments, Public Meetings & Consultation	Section 22(a) after an annual budget is tabled in the municipal Council, the Accounting Officer must make public the annual budget and documents referred to in section 17(3) and invite the local Community to submit representation in connection with the budget	10 April 2019	GM: Mayor's office/ IDP Manager	
Draft MTREF 2019/22 Engagement and Benchmarking	Section 21 of the MFMA 56 of 2003: Budget Preparation Process	18 April 2019	Municipal Manager/ CFO/ All Directors	
IDP, PMS and Budget Steering Committee for the third quarter performance report	Section 55 (1) of Local Municipality: Municipal Systems Act, No. 32 of 2000 states that As head of administration the municipal manager of a municipality is, subject to the policy directions of the municipal council, responsible and accountable for-(ii) equipped to carry out the task of implementing the municipality's integrated development plan in accordance with chapter 5. (c) the implement of the municipality's integrated development plan, and monitoring of progress with implementation of the plan	19 April 2019	GM: Compliance	

IDP/Budget road shows- present draft IDP, PMS Review 2018-19 and MTREF Budget to solicit comments from members of the community	Section 23(1)a when the annual budget has been tabled the Municipal council must consider views of local community	05 April – 23 May 2019	Executive Mayor and All Councilors
Special Council Meeting to consider Section 52 D Report	Section 52D of MFMA	30 April 2019	Municipal Manager
MAY 2019			
IDP/ PMS and Budget Technical committee to discuss Public comments and the final draft IDP , PMS 2019/20 and Budget MTREF review	Section 24(1) the Municipal Council must at least 30 days before the start of the budget year consider approval of the annual budget	02 May 2019	CFO/ Director: PSED
IDP/ PMS and Budget Steering committee to discuss Public comments and the final draft IDP , PMS 2019/20 and Budget MTREF Budget review	Section 24(1) the Municipal Council must at least 30 days before the start of the budget year consider approval of the annual budget	10 May 2019	Municipal Manager
IDP Rep. Forum - discuss Public comments and the final draft IDP , PMS 2019-20 and MTREF Budget review	Section 24(1) the Municipal Council must at least 30 days before the start of the budget year consider approval of the annual budget	17 May 2019	Portfolio Head Finance/ Executive Mayor
Council consider adoption of Final Draft IDP, PMS 2019/20 and MTREF Budget	Section 24(1) the Municipal Council must at least 30 days before the start of the budget year consider approval of the annual budget	29 May 2019	Executive Mayor

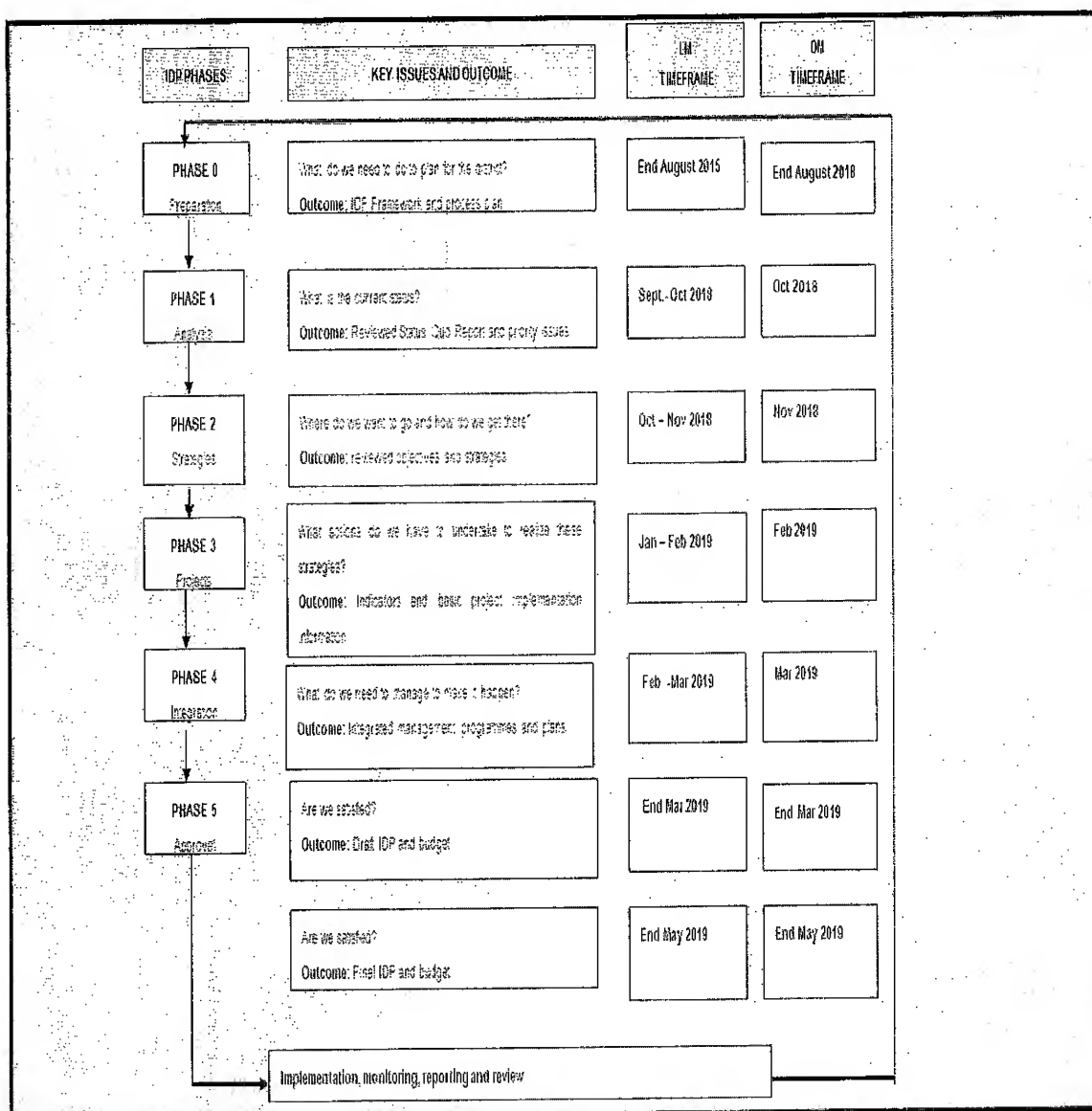
JUNE 2019

Preparation of draft Service Delivery and Budget Implementation Plan for the financial year ending June 2020	Section 41 of Local Government: Municipal systems Act No 32 of 2000 state that (1) a municipality must in terms of its performance management system and in accordance with any regulation and guidelines that may be prescribed- (a) set appropriate key performance indicators as a yardstick for meaning performance, including outcomes and impact with regard to the municipality's development priorities and objectives set out in its integrated development plan. In Terms of section 120 to provide for regulate (d) the regular review by a municipality of its key performance indicators; (e) the setting of a framework for performance targets by municipalities consistent with their development priorities, objectives and strategies set out in their IDP	05--06 June 2019	GM Compliance and All Directors
MTREF Budget, Budget related policies, annual report published on Council website and advertised in local newspapers	Section 75(1)(a, b)The Accounting Officer of a Municipality must place on the website referred to in section 21Aof the systems Act the following documents: Annual and Adjustment budget and all related policies	12 June 2019	GM: Accounting and Budget
Annual Budget Reports to National & Provincial Treasury.	Regulation 20(1) The Municipal Manager must comply with section 24(3) of the Act within 10 working days after the council has approved the annual budget , The Municipal Manager must submit to National Treasury and relevant provincial Treasury in both electronic and printed form	12 June 2019	GM: Accounting and Budget
Preparations for strategic planning session to assess annual performance of the institution.	In terms of section 46 Local Government: Municipal Systems Act, No .32 of 2000 states that (1) a municipality must prepare for each financial year a performance report reflecting- (a) The performance of the municipality and of each external service provider during the financial year. (b) A comparison of the performance referred to in paragraph (a) with targets set for and performance in the previous year.	13-14 June 2019	GM: Compliance

Submission of the final draft SDBIP's to the other spheres of government	Section 53 (3)(b) Local Government :Municipal Finance Act 56 of 2003 state that the Mayor must ensure—that the performance agreements of the municipal manager ,senior managers and any other categories of officials as may be prescribed, are made public no later than 14 days after the approval of the municipality's service delivery and budget implementation plan. Copies of such performance agreements must be submitted to the council and the MEC for local government in the province	21 June 2019	GM: Compliance
Ordinary Council Meeting to note SDBIP		28 June 2019	Executive Mayor

2.2. OR Tambo District Municipality - IDP PMS A Budget Schedule of Activities for Alignment

Overview of this IDP process time frame is illustrated in the cycle below. This cycle should be used as a guide through which the process can be better managed by municipalities. The form and content of the IDP document is however subject to the discretion of each municipality. A uniform IDP Table of Contents has been requested and will be developed to be used throughout the District. This will be used as an example and does not discourage other ideas from the municipalities. Each municipality should follow the prescribed IDP process:-



2.3. Comments on the implementation of the process plan

There were some deviations from the key dates set out in the Budget Time Schedule tabled in Council. MFMA deadlines in terms of submission of reports such as midyear assessment and tabling and submission of reports were however not met.

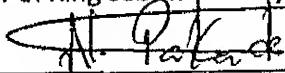
2.4. Municipal manager's quality certificate

I, NGAMELA PAKADE, Municipal Manager of King Sabata Dalindyebo, hereby certify that the annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name Ngamela Pakade

Municipal Manager of King Sabata Dalindyebo (EC 157)

Signature



Date

27/05/2019

ANNEXURE A PROPERTY RATES AND FIRE LEVIES

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS				
AS FROM 01 JULY 2019				
	2018/2019		2019/2020	
PROPERTY PRATES AND LEVIES				
Proposed increment 2019/2020 5.4%				
General Rate				
Domestic (cents in a Rand)	0.73916	Cents in a Rand	0.77907	Cents in a Rand
Business/ Commercial (cents in a Rand)	1.47832	Cents in a Rand	1.55815	Cents in a Rand
Government/ Parastatals (State Owned) (cents in a Rand)	2.03269	Cents in a Rand	2.14245	Cents in a Rand
Agricultural (cents in a Rand)	0.18609	Cents in a Rand	0.19614	Cents in a Rand
PSI (cents in a Rand)	0.18609	Cents in a Rand	0.19614	Cents in a Rand
Public Benefit Organisation	0.18609	Cents in a Rand	0.19614	Cents in a Rand
Parking Development Rate (cents in a Rand)	0.22843	Cents in a Rand	0.24077	Cents in a Rand
Fire Levy				
Domestic - Per annum	373.87		394.06	
Business/ Commercial Per Annum	672.99		709.34	

ANNEXURE B ELECTRICITY TARIFFS

DRAFT TARIFF 2019/20							
ITEM NO	TARIFF DESCRIPTION	UNIT	2017/18	INCREASE	2018/19	INCREASE	2019/20
	ELECTRICITY TARIFFS						
1	Domestic Prepayment						
1.1	Tariff 1	c/kWh	141.00	6.84%	150.64	13.07%	170.33
1.2	Tariff 2 (Indigent)	c/kWh	115.00	6.84%	122.87	13.07%	138.92
2	COMMERCIAL TARIFFS						
2.1	Commercial Conventional						
	Energy Charge	c/kWh	163.03	6.84%	174.18	13.07%	196.95
	Basic Charge	p/month	366.26	6.84%	391.31	13.07%	442.46
2.2	Commercial Prepayment						
	Tariff 3 (small) energy charge	c/kWh	191.60	6.84%	204.71	13.07%	231.46
	Tariff 4 (big) energy charge	c/kWh	191.60	6.84%	204.71	13.07%	231.46
3	INDUSTRIAL TARIFFS						
3.1	Industrial low: ≤ 100KVA						
	Energy charge	c/kWh	84.97	6.84%	90.78	13.07%	102.65
	Demand charge	p/kva	258.13	6.84%	275.79	13.07%	311.83
	Basic charge	p/month	1213.98	6.84%	1297.02	13.07%	1466.54
3.2	Industrial high: ≥ 100KVA						
	Energy charge	c/kWh	60.73	6.84%	64.88	13.07%	73.36
	Demand charge	p/kva	258.19	6.84%	275.85	13.07%	311.90
	Basic charge	p/month	1063.74	6.84%	1136.50	13.07%	1285.04
A minimum of 30% will be charged on all NMD capacity per month							
	Network Access Charge	p/kva					22.50
	Network Exceedance Charge	p/kva					22.50
CONSUMER DEPOSITS				Notified Maximum Demand multiplied by KVA tariff rate			
CHARGES FOR SERVICES RENDERED				2018/2019			2019/2020
Call out during working hours				433.35			456.75
Call out after hours				622.44			656.06
Disconnect at request of consumer				425.08			448.03
Disconnect for improper use of service or illegal connection				774.37			816.19
Disconnect for nonpayment of account				634.53			668.79
Testing of meters:				2018/2019			2019/2020
By Council				57.01			60.09
By independent party				Cost plus 20%			Cost plus 20%
Special reading of meter at customer's request				448.35			472.56

DRAFT TARIFF 2019/20							
ITEM NO	TARIFF DESCRIPTION	UNIT	2017/18	INCREASE	2018/19	INCREASE	2019/20
<i>Damage of meters and/ seals, or bypassing of prepayment meters</i>							
Meters							
	Prepayment/ conventional - Domestic		3057.78				3222.90
	Commercial prepayment/ Conventional		4441.07				4680.89
	Inspection/test of installation after failure of first inspection						
	Damage to municipal electrical supply equipment and/cables		4166.26	+repair cost			4391.24
	Hire Crane Truck 28T/M		1121.47	/day in advance			1182.03
	Medium Crane Truck 5T/M		553.43	/day in advance			583.31
	Earth leakage test		1147.05	/day in advance			1208.99
	HV fault location		1484.94	/day in advance			1565.13
	LV fault location		1426.50	/day in advance			1503.53
	Oil filtering		977.17	/lt			1029.94
	Oil test		977.17	/lt			1029.94
Meters							
	Conventional - Single Phase		1117.64				1177.99
	Conventional - Three Phase		6626.89				6984.74
	Prepaid - Single Phase		1117.64				1177.99
	Prepaid -Three Phase		3007.80				3170.22
	Terminal Block		402.26				423.99
	Terminal Cover		402.26				423.99
	Keypad		402.26				423.99
NEW INSTALLATIONS							
	Cable connection		371.00	/KVA			391.03
	Upgrade		Charge difference + cost			Charge difference + cost	
	Connection Fee		194.32				204.81

ANNEXURE C REFUSE REMOVAL AND SOLID WASTE RELATED CHARGES

Refuse removal

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS			
AS FROM 01 JULY 2019			
		2018/2019	2019/2020
3.0	SOLID WASTE : Proposed increment 5.4%		
	Refuse Removal : Full Level of Service		
	<u>Annual Charges</u>		
3.1.1	Domestic (2 bags or bins once per week)	2518.93	2654.95
3.1.2	Commercial/Industrial/Institutional (2 bins or bags once per week)	5066.63	5340.23
3.1.3	Per additional bag or bin	2518.93	2654.95
3.1.4	Per additional service removal per week	5066.63	5340.23
3.1.5	240 L Bin rental per annum		
	Emptying charge of 240L bin per annum		
4.2	Refuse Removal : Full Level of Service		
	<u>Monthly Charges</u>	212.50	223.98
4.2.1	Domestic (2 bags or bins once per week)	5.23	5.52
4.2.2	Commercial/Industrial/Institutional (2 bins or bags once per week)	212.50	223.98
4.2.3	Per additional bag or bin	427.37	450.44
4.2.4	Per additional service removal per week		
4.2.5	240L Bin rental per month	14.62	15.41
4.2.6	240L Bin Clearance / per bin	30.45	32.10
4.2.7	Emptying charge of 240L bin : Household per month	121.55	128.11
4.3	Refuse Removal : Basic Level of Service		
	<u>Annual Charges</u>		
4.3.1	Domestic	1439.38	1517.11
4.3.2	Business/Industry	3368.15	3550.03
4.3.3	Government Institutions	3368.15	3550.03
4.3.4	Coffee Bay & Hole-in-the-Wall	new	3550.03
4.4	Refuse Removal : Basic Level of Service		
	<u>Monthly Charges</u>		
4.4.1	Domestic	121.55	128.12
4.4.2	Business/Industry	283.57	298.88
4.4.3	Government Institutions	283.57	298.88
4.5	<u>Sales</u>		
4.5.1	240L Refuse bins (each)	706.54	744.69

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS			
AS FROM 01 JULY 2019			
		2018/2019	2019/2020
4.5.2	Plastic Refuse Bags (per pack)		
4.6	Skips		
4.6.1	Rental per skip per month	949.85	1001.14
4.6.2	Rental per skip per year	11266.61	11875.01
4.6.3	Charge per clearance of skip	668.53	704.63
4.7	Excess Refuse		
4.7.1	Garden Refuse (per 2.5lt load)	400.55	422.18
4.7.2	Removal of scrap vehicles (per vehicle load)	560.83	591.12
4.7.3	Hire of skip container per day : Garden Refuse / Excess	304.48	320.93
4.8	Penalty for Illegal Dumping : Proposed increment at 7%		
4.8.1	Garden and/ or domestic refuse	443.80	467.77
4.9	Trolley Bins		
4.9.1	Rental (per bin per month)	443.80	467.77
4.9.2	Charge per clearance	443.80	467.77
4.1	Disposal Charges to Mthatha & Mqanduli Landfill Site: Weigh Bridge		
4.10.1	Domestic & Trade Waste per tonne	60.91	64.20
4.10.2	Rubble or concrete per tonne	30.45	32.10
4.10.3	Material suitable to be used for cover	free	free
4.11	Disposal Charges to Mthatha & Mqanduli Site: Not Weighed		
4.11.1	Small vehicle up to 1 tonne load capacity	54.82	57.78
4.11.2	3 - 4 tonne vehicle	219.27	231.11
4.11.3	5 - 8 tonne vehicle	304.54	320.99
4.12	Garden Waste		
4.12.1	Clean Greens per tonne	24.36	25.68
4.12.2	Any other green material including tree trunks per tonne	40.20	42.37
4.13	Permits		
4.13.1	Domestic Solid Waste Handling Permit per vehicle per annum (Waste transporters)	609.09	641.98

ANNEXURE D. LIBRARY TARIFFS

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS									
AS FROM 01 JULY 2019									
Proposed increment at 5.4%									
			2018/2019			2019/2020			
TELEFAX			18	per page or part thereof (excluding coverage page) with minimum of	19	per page or part thereof (excluding coverage page) with minimum of	per message		
Sending									
			51	per message	54	per message			
Receiving			23	per A4 page or part thereof within a minimum of	24	per A4 page or part thereof within a minimum of			
				R38.00 per message		R38.00 per message			
Note: The fee shall, if sending be paid before any message is transmitted and, if receiving, before any message is handed over to the addressee									
LIBRARY									
Deposit			98.79			104			
Hire of Hall						0			
Library hours: per hour			39.19			41			
After hours: per hour			73.88			78			
Weekdays and Saturdays per hour			156.47			165			
Sunday and Public Holidays per hour			218.79			231			
Per page - A4			3.53			4			
Subscription Fees						0			

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS									
AS FROM 01 JULY 2019									
Proposed increment at 5.4%									
Adults for two (02) books renewable after 2 years		78.99					83		
Juniors for two (02) books renewable after 2 years		37.87					40		
Country members for four (04) books renewable after 2 years		210.53					222		
Holiday members for two (02) books for 14 days		100.65					106		
Photocopying									
Black & White							0		
Colour							0		
Internet	R10.00 for 30 minutes	17.56	for 30 minutes				19	for 30 minutes	
	R2.00 per page	2.71	per page				3	per page	
LEASES									
Registration		241.42					254		
SUPPLYING INFORMATION									
Search for an account not in a service register		34.30					36		
Search for account in a service register		20.09					21		
Supply details of any deed		34.20					36		
Supply of any certificate of valuation or of outstanding charges against property		34.20					36		
Any search for information per hour or part thereof		210.26					222		

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS											
AS FROM 01 JULY 2019											
Proposed increment at 5.4%											
PARKING											
Parking meters											
CBD zone 1											
CBD zone 2											
Parking areas											

ANNEXURE E PARKS AND RECREATION

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS			
AS FROM 01 JULY 2019			
		2018/2019	2019/2020
5.0	PARKS AND RECREATION Proposed increment at 5.4%		
5.1	<u>Recreation Grounds</u>		
5.1.1	Deposits		
5.1.1	2010 Wcup Stadium - With Gate Collection	7,067.70	7449.36
5.1.2	Rotary With Gate Collection	1,716.91	1809.63
5.1.2	Rotary Without Gate Collection	1,431.93	1509.26
5.1.2.1	Rental (per day)		
5.1.2.2	Premier Division	8,898.60	9379.12
5.1.2.3	Hire per day (1st Division/Festival	6,323.25	6664.71
5.1.2.4	(2nd Division)	5,322.88	5610.31
5.1.2.5	(3rd Division)	3,350.06	3530.96
	Vodacom	715.97	754.63
	Castle	610.69	643.67
	Mqanduli Stadium	610.69	643.67
5.2	Without gate collection - deposit/ hire	1,431.93	1509.26
5.2.1	Cemeteries : Proposed increment at 5.4%		
5.2.1.1	Graves		
5.2.1.2	Per Adult burial (Umtata)	1,144.59	1206.39
5.2.1.3	Per Child burial (Umtata)	629.53	663.53
5.2.2	Per Adult or Child (Mqanduli -site only)	57.23	60.32
	Sale of Caskets (each)	1,677.36	1767.94
5.3			
5.3.1	Swimming Pools		
5.3.1.1	Sutherland Street		
5.3.1.2	Adults per session	23.25	24.51
5.3.1.3	Children per session	10.74	11.32
5.3.2	Group session (outside pool hours-per hour)		
5.3.2.1	Ngangelizwe		
5.3.2.2	Adults (per session)	11.30	11.91
5.3.2.3	Children (per session)	6.29	6.63
5.4		0.00	0.00
5.4.1	Horticulture (Hire of Plants)	0.00	0.00
5.4.2	10-20 plants	317.59	334.74
5.4.3	21-30 plants	344.31	362.90
5.4.4	31-40 plants	372.23	392.33

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS			
AS FROM 01 JULY 2019			
		2018/2019	2019/2020
5.4.5	41-50 plants	445.75	469.82
	51-75 plants	503.21	530.38
	Charge per clearance	433.92	457.35
5.5	COMMONAGE		
	<i>Grazing fees: per beast per month</i>	2.74	2.89
	<i>Lantyi</i>	21.93	23.11
	<i>Wood sales: head load</i>	0.82	0.86
	<i>Wood sale: Van load</i>	41.12	43.34
	<i>Wood sale: sledge</i>	27.41	28.89
	<i>Tractor or Truck load</i>	68.53	72.23
	<i>Wood sales: Whole tree</i>	171.93	181.21
	<i>Poles/ ipali</i>	18.76	19.77
	<i>One bundle- Grass</i>	6.01	6.34
	<i>Sabunga: Truck load</i>	90.17	95.04
	Pound fees: Mqanduli		
	<i>Goat and sheep each</i>	12.02	12.67
	<i>Livestock each</i>	24.05	25.34

ANNEXURE F TRAFFIC AND PUBLIC SAFETY TARIFFS

9	CIVIL PROTECTION	2018/2019	2019/2020
9.1	PERMIT FOR FLAMMABLE SUBSTANCE Category: A - Up to 2275/25 " B - 2276 - 4500 26 kg - 45 kg " C - 4510-22500 46 kg - 225 kg " D - Over 22500	331.52 397.48 662.74 993.93	349.42 418.94 698.53 - 1,047.60
9.2	INSPECTION FEES Flammable Substances L.P.G Re-Inspection Maximum (4 Insp.per year)	331.52 397.48 397.48 3314.03	349.42 418.94 418.94 3,492.99
9.3	FIRE BRIGADE CHARGES Turning Charges (per call) Within Municipal Area Outside Municipal Area Subsidiary Vehicle Special Duty b) Fire fighting vehicles Motor pump : major Motor Pump: medium Motor Pump :small Portable Pump	993.98 3315.17 665.36 1663.40 2652.14 2319.49 1989.11 2652.14	1,047.65 3,494.18 701.29 1,753.23 2,795.35 2,444.74 2,096.52 2,795.35

Turntable ladder	2652.14	2,795.35
Snorkel	993.42	1,047.06
Rescue Vehicle	993.42	1,047.06
Emergency Vehicle	993.42	1,047.06
c) Occupancy or properties charges per hour		
Low risk incidents	165.14	174.06
Medium risk incidents	332.35	350.30
High risk incidents	498.53	525.45
Residential -dwellings	1856.99	1,957.26
Flats	1856.99	1,957.26
Hotels	3097.07	3,264.31
Boarding houses	1856.99	1,957.26
Shacks	928.49	978.63
Institutional Hospitals	2478.07	2,611.89
Nursing homes	2478.07	2,611.89
Public assembly-churches	2478.07	2,611.89
Halls	1856.99	1,957.26
Cinemas	2478.07	2,611.89
Theatres	2478.07	2,611.89
Night clubs	2478.07	2,611.89
High risk building	4954.05	5,221.57
Malls	4954.05	5,221.57
Stadium	4954.05	5,221.57
Fun Fairs	4954.05	5,221.57
Schools	2478.07	2,611.89
University	4954.05	5,221.57
Tax Ranks	4954.05	5,221.57
Basement Parking	4553.11	4,798.98

-Vehicles	4954.05	5,221.57
-Hazmat vehicles	4954.05	5,221.57
		-
Explosive Carrying	4954.05	5,221.57
Vehicles	4954.05	5,221.57
Buses	1856.99	1,957.26
Ships	2478.07	2,611.89
Trains	4954.05	5,221.57
Aircraft: small	1856.99	1,957.26
Aircraft: medium	4954.05	5,221.57
Military Aircraft	2478.07	2,611.89
Other-Rubbish		
	1856.99	1,957.26
Grass & Bush	928.49	978.63
Plantations		
	2478.07	2,611.89
Crops	928.49	978.63
	1856.99	1,957.26
	2478.07	2,611.89
Rescues-vehicle extrication	3709.83	3,910.17
Water rescues	153.70	162.00
Lift rescues	309.50	326.21
Manhole rescues	371.82	391.89
Trapped rescues		
Fire extinguisher	371.82	391.89
Fire hoses		
First aid for sport & recreation	371.82	391.89
Breathing apparatus	371.82	391.89

Refilling of pools (per water cost)	371.82	391.89
Deep Lifting	371.82	391.89
Flushing of stormpipes	371.82	391.89
Spoil of oil removes (plus type of vehicle)	371.82	391.89
Foam concentrate (plus water cost)	186.94	197.03
d) Charge per km	0.00	-
TYPE	0.00	-
Motor Pump Large	70.42	74.23
Motor Pump medium	56.29	59.33
Motor Pump small	49.96	52.66
Sub Vehicle	42.16	44.43
e) Standby Charges		
TYPE		
Motor Pump	153.50	161.79
Sub-Vehicle	60.24	63.49
Other	153.50	161.79
f) Training fee per person		-
Basic fire fighting course	309.50	326.21
Intermediate fire fighting course	365.59	385.33
Advanced fire fighting course	465.29	490.42
Basic Vehicle rescue course	465.29	490.42
Fire marshal course	465.29	490.42

Advanced fire safety course	465.29	490.42
g) Stationery supply at Fire Department		-
Pens	9.87	10.40
Pencils	4.98	5.25
Rubbers	6.97	7.35
Tippex	14.13	14.90
Rulers	7.06	7.44
Clipboards	2.08	2.19
Photostats per sheet	3.02	3.18
Filmsies	302.44	318.77
Video Film copies	126.71	133.55
Old Exams questions and answers	42.16	44.43
(per copy older than one year)		-
a) State patients		-
b) Municipal workers	298.39	314.50
c) Natural disaster casualties		
d) Disabled patients		
e) Patients with an income of the following amount per month		
R 100- R 300 p.m	170.33	179.53
R 301- R 600pm	186.94	197.03

	R 601- R900 p.m	203.56	214.56
	R901-R1200 p.m	226.22	238.43
	R1201-R1500p.m	249.26	262.72
	R1501-R1800 p.m	274.19	288.99
	R1801-R2100 p.m	299.12	315.27
	R2111-R2400 p.m	70.62	74.44
	R2401-R2700 p.m	361.43	380.95
	R2701-R3000 p.m	394.67	415.98
	R3001-R3300 p.m	436.21	459.76
	R3301-R3600 p.m	477.75	503.55
	R3601-and up	619.00	652.42
	f) Amounts outside area Amount in 9.4 Plus R5,00 per km		
9.4	PUBLIC SAFETY		
9.4.1	Tow-away fees		
	Use or contractor		R750.00
9.4.2	LMV		
	Without dolly wheels	902.96	951.72
	With dolly wheels	554.07	583.99
9.4.3	HMV		
	Low Bed	1460.89	1,539.77
9.4.4	Impounded Vehicles	1460.89	1,539.77
	Storage fees per day or Part thereof	105.52	111.22
			-

9.4.5	Damage to speed trap cable	2409.53	2,539.64
9.4.6	Office accident report forms		
9.4.7	Search fees on any query or Part thereof Natis search fees Any query or part thereof	235.08	247.77
9.4.8	Funeral Escorts per Occasion		R300.00
9.4.9	Abnormal Loads per hour or part thereof		
9.4.10	Taxi Parking Bays (on public roads) per registered taxis at allocated areas per year Circus Triangle Bus Rank		
9.4.11	Permits per bus per year		R3,000.00
9.4.12	Loading Zone monthly Rental	New	R1,000.00
9.4.13	Any other escorts per Occasion	New	R550.00
9.4.14	Business promotions by playing music per Occasion	New	R550.00
9.4.15	Street performance per Occasion	New	R150.00
9.4.16	Penalty for failure to produce permit- informal trader	New	R200.00
9.4.17	Penalty for failure to produce permit- formal business	New	R2,000.00
9.4.18	Failure to comply with instructions of a Peace Officer	New	Goods will be impounded
9.4.20	Storage fees per day a per impounded goods	New	R 100.00
9.4.21	Trading in a restricted or prohibited zone- street trader/ hawker	New	R50.00
9.4.22	Penalty for urinating in public other than designated facility	New	R100.00

9.4.23	Penalty for drinking alcohol in public	New	R200.00
9.4.24	No person shall allow his or her motor vehicle to be washed on public road. Vehicle shall be towed to the Pound and cost incurred to be paid by the owner	New	R600.00
9.4.24	Towing fees/charges	New	R750.00
9.4.25	Vehicle Pound storage fee per night per- motor vehicle	New	R350.00
9.4.26	Pound Storage fee for Public Transport impounded for operating at an illegal Rank	New	R1,500.00
9.4.27	Penalty for operating an illegal car wash	New	R2,000.00
9.4.28	Washing a motor vehicle on Public Road	New	R50,00

ANNEXURE G BUSINESS LICENSE

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS			
AS FROM 01 JULY 2019			
	Proposed increment at 5.4%		
BUSINESS LICENSING TARIFFS		2018/ 2019	2019/2020
10.5.3	MARKET TABLES		
	1. Small Tables	39.47	42
	2. Medium Tables	50.75	53
	3. Big Tables	56.39	59
	4. Bigger Tables	62.03	65
10.5.4	TOWN HALL STALLS		0
	1. Small Stalls	39.47	42
	2. Medium Stalls	62.03	65
	3. Big Stalls	225.57	238
10.5.5	P.P STALLS BELOW ECDC AT ELLIOT	2018/ 2019	2019/2020
	1. Stalls	30.06	32
	1. Bona fide Farm stalls	32.46	34
	2. Fruit & Vegetables	8.42	9
	3. Clothes	14.43	15
	4. Fruit & Vegetables (BULK)	144.27	152
10.5.6	BUSINESS FEES		
	Business Fees		1,500

ANNEXURE H RURAL AND ECONOMIC DEVELOPMENT TARRIF

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS							
AS FROM 01 JULY 2019							
	Proposed increment at 5.4%						
10.0	HIRE OF CITY HALLS	2018/2019			2019/2020		
		Norwood	Other	City	Norwood	Other	City
	Profess, concerts						
10.1	Magician shows & the like by visiting companies						
	7pm to midnight	796	852	1075	839	898	1133
	Amateur concerts, cabaret shows, Give-It-A-Show						
	Film show, etc.						
	7pm to midnight						
	Dances, Balls, Discos etc.						
	7pm to midnight	316	338	337	333	356	355
	Private receptions, meetings, weddings, socials per hour to midnight	99.82	117.63	151.44	105.21	123.98	159.62
	Exhibitions, flower						
	Shows per show and the like						
	Weekdays 8am to 5pm	99.82	106.93	110.51	105.21	112.71	116.47
	Weekdays 5pm to 11pm and Saturdays	105.37	112.71	153.06	111.06	118.80	161.33
	Sunday and public holidays per hour	97.20	104.00	150.14	102.45	109.61	158.25
	Bazaar 5pm to 11pm	315.88	363.66	401.41	332.94	383.30	423.09
	Political meetings 5pm to midnight	375.32	401.41	641.09	395.59	423.09	675.71
	Religious service per hour to midnight	59.46	63.52	101.26	62.67	66.95	106.73
10.2	DEPOSIT						
		Norwood	Other	City	Norwood	Other	City
	Town Hall		2807	2975		2958	3136
	Civic Centre		1125	1192		1186	1257
		OTHER HALLS					
	Rotary Hall	315			332		

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS							
AS FROM 01 JULY 2019							
	Proposed increment at 5.4%						
	Banqueting	453			478		
	Mqanduli Hall	297			313		
	Multi purpose Centre - Mqanduli	297			313		
	Multi purpose Centre - Ikwezi	297			313		
		2018/2019			2019/2020		
10.3	EXTRAS						
	Use of kitchen cutlery and crockery per function	278	299	340	293	315	359
	Use of halls for rehearsals, preparations, decorations, etc.						
	5pm to 11pm only weekdays	99	101	107	105	106	113
	Use of piano : per function Steinway piano(City Hall only)			234			246
	Broadway Piano			108			114
10.4	OVERTIME						
	Weekday & Saturdays	140	150	159	147	158	167
	Sundays & Public holidays	195	208	221	205	219	233
	Public address system :per function (City Hall)						
	Auction Sale	1825		2518	1923		2654
10.5	HIRE OF CIVIC HALL FURNISHINGS						
10.5.1	FOR USE WITHIN THE MUNICIPAL AREA						
	Deposit		1420			1497	
	For any period up to 24 hours per chair						
	Chairs: per chair		7			8	
	Tables: per table		27			28	

ANNEXURE I

HUMAN SETTLEMENTS

TARIFFS FOR HUMAN SETTLEMENTS DIRECTORATE : 2019/2020			
Proposed increment at 5.4%			
SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
DEVELOPMENT PLANNING			
Application for consent			
Application fee (excluding advertising)	R 2,434.73	R 2,566.21	5.4% increase
Application for Rezoning			
(excluding advertising)			
Erven 0- 2500m ²	R 2,594.90	R 2,735.02	5.4% increase
Erven 2501 -5 000m ²	R 4,864.16	R 5,126.83	5.4% increase
Erven 5 001 -10 000m ²	R 8,053.02	R 8,487.89	5.4% increase
Erven 1ha - 5ha m ²	R 12,698.59	R 13,384.31	5.4% increase
Erven over 5ha m ²	R 15,872.77	R 16,729.90	5.4% increase
Application for departure			
Erven smaller than 500 m ²	R 782.31	R 824.55	5.4% increase
Erven 500 -750 m ²	R 515.89	R 543.74	5.4% increase
Erven larger than 750m ²	R 1,034.94	R 1,090.83	5.4% increase
Subdivision -application fees			
Basic fee	R 1,772.54	R 1,868.26	5.4% increase
Charge per subdivision	R 161.69	R 170.43	5.4% increase
(Remainder considered as a subdivision)			
Application fee for Removal of Restriction		R 1,500.00	
Consolidation fee		R 2,000.00	
Limited Special Consent fee		R 1,300.00	
Application for Appeal		R 3,500.00	
Second Dwelling fee		R 39.00	per square meter
Application for demolition permit	R 175.54	R 185.02	5.4% increase
			5.4% increase
Zoning Certificate	R 73.72	R 77.70	5.4% increase
Spatial Development Framework Documents- CD			
Town Planning Scheme- Document	R 950.71	R 1,002.05	5.4% increase
Town Planning Scheme- CD	R 189.89	R 200.14	5.4% increase

TARIFFS FOR HUMAN SETTLEMENTS DIRECTORATE : 2019/2020			
Proposed increment at 5.4%			
SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
Building Control			
Building plan application fee per m ²	R 0.66	R 0.66	Unchanged
Minimum application charge	R 678.08	R 714.70	5.4% increase
Estimation of building value (R/m2)			
Dwelling house	R 4,097.24	R 4,318.49	5.4% increase
Outside buidling	R 3,370.83	R 3,552.85	5.4% increase
Flats, townhouses, Hotels	R 4,562.40	R 4,808.77	5.4% increase
Carport, Covered Parking	R 1,675.85	R 1,766.35	5.4% increase
Patios & pergolas	R 1,561.16	R 1,645.46	5.4% increase
Factories, warehouses, Cimemas	R 3,746.78	R 3,949.10	5.4% increase
shops, offices, hotels, churches, schools	R 4,466.82	R 4,708.03	5.4% increase
Basement Parking	R 1,675.85	R 1,766.35	Fee changed
Swimming Pools (set fee)	R 726.18	R 765.39	5.4% increase
Boundary walls (set fee)	R 726.18	R 765.39	5.4% increase
Tents for max. 2 days (set fee)	R 726.18	R 765.39	5.4% increase
As Built		R 10,000.00	Fine plus rate per square meter
Internal Alterations			10% of work estimate
Other Charges			
Drainage inspection	R 228.43	R 240.77	5.4% increase
Preliminary Plans for comment	R 0.00	R 0.00	unchanged
Resubmission of lapsed Plans without any alterations	R 678.08	R 714.70	5.4% increase
Resubmission of Queried/amended plans			unchanged
Building without an approved plan (penalty fee)			(per 50 m2) /unchanged
Subscription to KSDM Building Stats Submission			
a) Monthly			Unchanged
b) Annually			Unchanged
Building Operation Charges			
Temporary hoarding application fee (per linear metre)	R 133.45	R 140.66	5.4% increase
Footway deposit (refundable less damage	R 48.09	R 50.69	5.4% increase

TARIFFS FOR HUMAN SETTLEMENTS DIRECTORATE : 2019/2020			
Proposed increment at 5.4%			
SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
per square metre			
Use of footway during building operations (per Linear Metre)	R 198.38	R 209.09	5.4% increase
(non-refundable-per linear metre of hoarded area			
Illegal dumping of builder's rubble	R 2,491.12	R 2,625.64	5.4% increase
<u>Contractors Camps : Deposits</u>			
Camp Size			
1000m ² or less	R 5,817.82	R 6,131.98	5.4% increase
10001m ² - 4000m ²	R 11,635.64	R 12,263.97	5.4% increase
40001m - 6000m ²	R 13,954.83	R 14,708.40	5.4% increase
6000 m ²	R 13,954.83	R 14,708.40	5.4% increase
<u>Contractors Camps Fee (Per Month/ Paid Upfront)</u>			
1000m ² or less	R 1,631.49	R 1,719.59	5.4% increase
10001m ² - 4000m ²	R 3,256.97	R 3,432.85	5.4% increase
40001m - 6000m ²	R 4,574.67	R 4,821.70	5.4% increase
<u>Plan Refund/Replacements</u>			
Recalled/withdrawn plans (In circulation)			Municipality retains 30% (adming fee)
			of application fee, on all withdrawn plans
Withdrawn/Recalled plans (approved)			No Refund for approved plans
<u>Outdoor Advertinsing & Signage and Telecommunications Control</u>			
<u>Banners</u>			
Nelson Mandela Drive, R61 Road (max. 2 Banners/ 14 days)	R 1,656.74	R 1,746.20	5.4% increase
<u>Posters</u>			
Non-refundable fee, per/poster (max 14 days)	R 16.59	R 17.49	5.4% increase
Refundable dep. Fee (Charity Events max. 500 posters)	R 360.68	R 380.16	85% of Refundable deposit returned to
Refundable dep. Fee (Other Events max. 500 posters)	R 1,322.51	R 1,393.92	15% retained by Municipality as admin. charge

TARIFFS FOR HUMAN SETTLEMENTS DIRECTORATE : 2019/2020			
Proposed increment at 5.4%			
SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
Refundable dep. Fee (political Events max. 1500 posters)	R 5,410.25	R 5,702.40	Political parties only pay 85% refundable fee
			for max. 1500 and do not pay fee per poster
			Refundable only when all posters removed
			by such political party
Application Fees			
For Advertising Signs			
a) Per application (general)	R 681.69	R 718.50	
b) Per Billboard < 40m2 on Private Property	R 3,330.31	R 3,510.15	
c) Per Super Billboard >40m2 on Private Property	R 3,996.37	R 4,212.17	
Application fee for Newspaper Headline Posters			
a) Annual deposit	R 10,351.61	R 10,910.60	
b) Annual administration fee	R 5,169.79	R 5,448.96	
Application fee for Estate Agent Boards			
a) Annual deposit	R 10,351.61	R 10,910.60	
b) Annual administration fee	R 5,169.79	R 5,448.96	
Application fee for temp. wrapping sign on construction site			
a) Per application	R 1,995.78	R 2,103.55	
Application for Cellphone base station/mast			
	R 16,044.39	R 16,910.79	
Removal and Penalty Fees			
Removal charges for posters			
a) per poster- unpasted	R 174.33	R 183.74	
pasted	R 432.82	R 456.19	
Removal charges for sign boards			
a) actual cost - (minimum)	R 270.51	R 285.12	
plus penalty (per sign)	R 522.99	R 551.23	
Removal charges for loose portable signs (estate, "For Sale" etc)			
a) First offense per sign	R 522.99	R 551.23	
b) Second offense per sign	R 991.88	R 1,045.44	
c) Third offense per sign	R 1,442.73	R 1,520.64	

TARIFFS FOR HUMAN SETTLEMENTS DIRECTORATE : 2019/2020			
Proposed increment at 5.4%			
SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
Inspection fee - Per Inspection (Annual inspection for all signs)	R 516.98	R 544.90	
RENT: Proposed increment at 5.4%	2018/2019	2019/2020	COMMENTS
GENERAL	R/Cents	R/Cents	
<i>Park Homes</i>	1517.81	R 1,599.78	
<i>New Brighton Houses</i>	604.47	R 637.11	
<i>Hillcrest 4 rooms/ verandah</i>	933.36	R 983.76	
<i>Hillcrest 4 rooms</i>	851.13	R 897.09	
<i>Hillcrest 3 rooms</i>	704.46	R 742.50	
<i>Ngangelizwe 1 room</i>	328.90	R 346.66	
<i>Ngangelizwe 2 rooms</i>	402.23	R 423.95	
<i>Ngangelizwe 3 rooms</i>	501.86	R 528.96	
<i>Ngangelizwe 4 rooms</i>	1004.48	R 1,058.72	
<i>Ngangelizwe sites with sewer</i>	655.57	R 690.97	
<i>Ngangelizwe sites with nightsoil</i>	751.14	R 791.70	
<i>Church sites</i>	428.90	R 452.06	
<i>Trading sites</i>	1760.06	R 1,855.10	
<i>Staff cottage/ Flats</i>	1293.38	R 1,363.22	
<i>Staff houses</i>	2600.07	R 2,740.48	
STAFF HOUSES			
<i>Cottages/ Flats</i>	1082	1140	
<i>Houses</i>	2175	2292	

Business Licences

Licence fee R 1 500

Human Settlement (Town Planning)

Application fee for Removal of Restriction R 1500

Consolidation fee R 2000

Second Dwelling fee R 39 per square meter

Limited Special Consent fee R1300

Application for Appeal R 3500

Human Settlement – (Building)

As built R 10.000.00 Fine plus rate per square meter

Internal alterations 10% of work estimate

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%				
8.0	ROADS AND WORKS	2018/2019		2019/2020
8.1	Vehicle Crossing (Kerb & Channel only)			
8.1.1	Standard dish type per square meter	3532.96	3,723.74	
8.1.2	Bridge Crossing	3412.81	3,597.10	
8.1.3	Bollards	371.30	391.35	
8.2	Premix Pavement Construction			
8.2.1	Premix Pavement Construction (25mm thick)	373.89	394.08	
8.2.2	Re-instatement of trenches	11015.65	11,610.49	
8.2.3	Sale of Premix	11569.85	12,194.62	
8.2.4	Sale of Sabunga	53.50	56.39	
8.3	Cartage Charges (construction)			
8.3.1	Removal of Builder's Rubble/Spoil (per 5 cubic meter load or part thereof)	1837.27	1,936.48	
9	CIVIL PROTECTION			

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%			2018/2019	2019/2020
9.1	PERMIT FOR FLAMMABLE SUBSTANCE Category: A - Up to 2275/25 " B - 2276 - 4500 26 kg - 45 kg " C - 4510-22500 46 kg - 225 kg " D - Over 22500		331.52 349.42 397.48 418.94 662.74 698.53 993.93 1,047.60	
9.2	INSPECTION FEES Flammable Substances L.P.G Re-Inspection Maximum (4 Insp.per year)		331.52 349.42 397.48 418.94 397.48 418.94 3314.03 3,492.99	
9.3	FIRE BRIGADE CHARGES Turning Charges (per call) Within Municipal Area Outside Municipal Area Subsidiary Vehicle Special Duty b) Fire fighting vehicles Motor pump : major Motor Pump: medium Motor Pump :small		993.98 1,047.65 3315.17 3,494.18 665.36 701.29 1663.40 1,753.23 2652.14 2,795.35 2319.49 2,444.74 1989.11 2,096.52	

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019		
Proposed increment at 5.4%		
	2018/2019	2019/2020
Portable Pump	2652.14	2,795.35
Turntable ladder	2652.14	2,795.35
Snorkel	993.42	1,047.06
Rescue Vehicle	993.42	1,047.06
Emergency Vehicle	993.42	1,047.06
c) Occupancy or properties charges per hour		
Low risk incidents	165.14	174.06
Medium risk incidents	332.35	350.30
High risk incidents	498.53	525.45
Residential -dwellings	1856.99	1,957.26
Flats	1856.99	1,957.26
Hotels	3097.07	3,264.31
Boarding houses	1856.99	1,957.26
Shacks	928.49	978.63
Institutional Hospitals	2478.07	2,611.89
Nursing homes	2478.07	2,611.89
Public assembly-churches	2478.07	2,611.89
Halls	1856.99	1,957.26
Cinemas	2478.07	2,611.89
Theatres	2478.07	2,611.89
Night clubs	2478.07	2,611.89
High risk building	4954.05	5,221.57
Malls	4954.05	5,221.57
Stadium	4954.05	5,221.57

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019		
Proposed increment at 5.4%		
	2018/2019	2019/2020
Fun Fairs	4954.05	5,221.57
Schools	2478.07	2,611.89
University	4954.05	5,221.57
Tax Ranks	4954.05	5,221.57
Basement Parking	4553.11	4,798.98
Commercial Restaurants	2478.07	2,611.89
Cafes	2478.07	2,611.89
Offices	1856.99	1,957.26
Shops	1856.99	1,957.26
Department Stores	1856.99	1,957.26
Garages	4954.05	5,221.57
Workshops	2478.07	2,611.89
Outside storage	4954.05	5,221.57
Industry Furniture	2478.07	2,611.89
Industry-Plastic Rubber	4954.05	5,221.57
-Textile	2478.07	2,611.89
-Printing	2478.07	2,611.89
-Milling	2478.07	2,611.89
-Petroleum	4954.05	5,221.57
-Food and Drinks	1856.99	1,957.26
-Paper and Packaging	1856.99	1,957.26
-Chemicals	4954.05	5,221.57
-Alcaline metals	4954.05	5,221.57
-Metals	1856.99	1,957.26
-Electronics	1856.99	1,957.26

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%			2018/2019	2019/2020
-LP Gas			2478.07	2,611.89
Transport	-Cars		1856.99	1,957.26
Heavy goods	-Motorcycles		1856.99	1,957.26
	-Vehicles		4954.05	5,221.57
	-Hazmat vehicles		4954.05	5,221.57
Explosive Carrying				-
Vehicles			4954.05	5,221.57
Buses			4954.05	5,221.57
Ships			1856.99	1,957.26
Trains			2478.07	2,611.89
Aircraft: small			4954.05	5,221.57
Aircraft: medium			1856.99	1,957.26
Military Aircraft			4954.05	5,221.57
Other-Rubbish			2478.07	2,611.89
	Grass & Bush		1856.99	1,957.26
	Plantations		928.49	978.63
	Crops		2478.07	2,611.89
Rescues-vehicle extrication			928.49	978.63

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019		
Proposed increment at 5.4%		
	2018/2019	2019/2020
Water rescues	1856.99	1,957.26
Lift rescues	2478.07	2,611.89
Manhole rescues	3709.83	3,910.17
Trapped rescues	153.70	162.00
Fire extinguisher	309.50	326.21
Fire hoses	371.82	391.89
First aid for sport & recreation	371.82	391.89
Breathing apparatus	371.82	391.89
Refilling of pools (per water cost)	371.82	391.89
Deep Lifting	371.82	391.89
Flushing of stormpipes	371.82	391.89
Spoil of oil removes (plus type of vehicle)	371.82	391.89
Foam concentrate (plus water cost)	186.94	197.03
d) Charge per km	0.00	-
<u>TYPE</u>	0.00	-
Motor Pump Large	70.42	74.23
Motor Pump medium	56.29	59.33
Motor Pump small	49.96	52.66
Sub Vehicle	42.16	44.43
e) Standby Charges		
<u>TYPE</u>		
Motor Pump	153.50	161.79

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%		
	2018/2019	2019/2020
Sub-Vehicle	60.24	63.49
Other	153.50	161.79
f) Training fee per person		-
Basic fire fighting course	309.50	326.21
Intermediate fire fighting course	365.59	385.33
Advanced fire fighting course	465.29	490.42
Basic Vehicle rescue course	465.29	490.42
Fire marshal course	465.29	490.42
Advanced fire safety course	465.29	490.42
g) Stationery supply at Fire Department		-
Pens	9.87	10.40
Pencils	4.98	5.25
Rubbers	6.97	7.35
Tippex	14.13	14.90
Rulers	7.06	7.44
Clipboards	2.08	2.19
Photostats per sheet	3.02	3.18
Filmsies	302.44	318.77
Video Film copies	126.71	133.55

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%			2018/2019	2019/2020
Old Exams questions and answers			42.16	44.43
(per copy older than one year)				-
a) State patients				-
b) Municipal workers			298.39	314.50
c) Natural disaster casualties				
d) Disabled patients				
e) Patients with an income of the following amount per month				
R 100- R 300 p.m			170.33	179.53
R 301- R 600p.m			186.94	197.03
R 601- R900 p.m			203.56	214.56
R901-R1200 p.m			226.22	238.43
R1201-R1500p.m			249.26	262.72
R1501-R1800 p.m			274.19	288.99
R1801-R2100 p.m			299.12	315.27
R2111-R2400 p.m			70.62	74.44
R2401-R2700 p.m			361.43	380.95
R2701-R3000 p.m			394.67	415.98
R3001-R3300 p.m			436.21	459.76
R3301-R3600 p.m			477.75	503.55
R3601-and up			619.00	652.42

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%			
		2018/2019	2019/2020
	f) Amounts outside area Amount in 9,4 Plus R5,00 per km		
9.4	PUBLIC SAFETY		
9.4.1	Tow-away fees		
	Use or contractor		
9.4.2	LMV		
	Without dolly wheels	902.96	951.72
	With dolly wheels	554.07	583.99
9.4.3	HMV	1460.89	1,539.77
	Low Bed	1460.89	1,539.77
9.4.4	Impounded Vehicles		
	Storage fees per day or Part thereof	105.52	111.22
9.4.5	Damage to speed trap cable	2409.53	2,539.64
9.4.6	Office accident report forms		
9.4.7	Search fees on any query or Part thereof	235.08	247.77
	Natis search fees		
	Any query or part thereof		

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS AS FROM 01 JULY 2019 Proposed increment at 5.4%			2018/2019	2019/2020
9.4.8	Funeral Escorts per Occasion			
9.4.9	Abnormal Loads per hour or part thereof			
9.4.10	Taxi Parking Bays (on public roads) per registered taxis at allocated areas per year			
9.4.11	Circus Triangle Bus Rank Permits per year			740.00
	Permits per taxi per year			330.00

Business Licenses

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS

AS FROM 01 JULY 2019

Proposed increment at 5.4%

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS

AS FROM 01 JULY 2019

Proposed increment at 5.4%

BUSINESS LICENSING TARIFFS		2018/ 2019	2019/2020
10.5.3	MARKET TABLES		
	1. Small Tables	39.47	42
	2. Medium Tables	50.75	53
	3. Big Tables	56.39	59
	4. Bigger Tables	62.03	65
10.5.4	TOWN HALL STALLS		0
	1. Small Stalls	39.47	42
	2. Medium Stalls	62.03	65
	3. Big Stalls	225.57	238

New stalls delivered: 70.00 74 monthly)

10.5.5	P.P STALLS BELOW ECDC AT ELLIOT	2018/ 2019	2019/2020
	1. Stalls	30.06	32
	1. Bona fide Farm stalls	32.46	34
	2. Fruit & Vegetables	8.42	9
	3. Clothes	14.43	15
	4. Fruit & Vegetables (BULK)	144.27	152
10.5.6	BUSINESS FEES (annual fees)		
	Business Fees : franchise	2000.00	2,500
	Small business	1250.00	1500

(annual fees)

**TARIFFS FOR HUMAN SETTLEMENTS
DIRECTORATE : 2019/2020**

Proposed increment at 5.4%

ITEM	SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
1	<u>DEVELOPMENT STANDARDS</u>			
1.1	<u>Application for consent</u>			
1.1.1	Application fee (excluding advertising)	R 2,434.73	R 2,566.21	5.4% increase
1.2	<u>Application for Rezoning</u> (excluding advertising)			
1.2.1	Erven 0- 2500m ²	R 2,594.90	R 2,735.02	5.4% increase
1.2.2	Erven 2501 -5 000m ²	R 4,864.16	R 5,126.83	5.4% increase
1.2.3	Erven 5 001 -10 000m ²	R 8,053.02	R 8,487.89	5.4% increase
1.2.4	Erven 1ha - 5ha m ²	R 12,698.59	R 13,384.31	5.4% increase
1.2.5	Erven over 5ha m ²	R 15,872.77	R 16,729.90	5.4% increase
1.3	<u>Application for departure</u>			
1.3.1	Erven smaller than 500 m ²	R 782.31	R 824.55	5.4% increase
1.3.2	Erven 500 -750 m ²	R 515.89	R 543.74	5.4% increase
1.3.3	Erven larger than 750m ²	R 1,034.94	R 1,090.83	5.4% increase
1.4	<u>Subdivision -application fees</u>			
1.4.1	Basic fee	R 1,772.54	R 1,868.26	5.4% increase
1.4.2	Charge per subdivision (Remainder considered as a subdivision)	R 161.69	R 170.43	5.4% increase
1.4.3				
1.5	<u>Application fee for Removal of Restriction</u>		R 1,500.00	

1.6	<u>Consolidation fee</u>		R 2,000.00	
1.7	<u>Limited Special Consent fee</u>		R 1,300.00	
1.8	<u>Application for Appeal</u>		R 3,500.00	
1.9	<u>Second Dwelling fee</u>		R 39.00	per square meter
1.10	<u>Application for demolition permit</u>	R 175.54	R 185.02	5.4% increase
1.11	<u>Zoning Certificate</u>	R 73.72	R 77.70	5.4% increase
1.12	<u>Spatial Development Framework Documents- CD</u>			
1.12.1	Town Planning Scheme- Document	R 950.71	R 1,002.05	5.4% increase
1.12.2	Town Planning Scheme- CD	R 189.89	R 200.14	5.4% increase

**TARIFFS FOR HUMAN SETTLEMENTS
DIRECTORATE : 2019/2020**

Proposed increment at 5.4%

ITEM	SERVICE	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
6	Building Charges			
6.1	Building plan application fee per m ²	R 0.66	R 0.66	Unchanged 5.4%
6.1.1	Minimum application charge	R 678.08	R 714.70	increase
6.2	Estimation of building value (R/m2)			5.4%
6.2.1	Dwelling house	R 4,097.24	R 4,318.49	increase
6.2.2	Outside buidling	R 3,370.83	R 3,552.85	increase
6.2.3	Flats, townhouses, Hotels	R 4,562.40	R 4,808.77	increase
6.2.4	Carport, Covered Parking	R 1,675.85	R 1,766.35	increase
6.2.5	Patios & pergolas	R 1,561.16	R 1,645.46	increase
6.2.6	Factories, warehouses, Cimemas shops, offices, hotels, churches,	R 3,746.78	R 3,949.10	increase
6.2.7	schools	R 4,466.82	R 4,708.03	increase
6.2.8	Basement Parking	R 1,675.85	R 1,766.35	Fee changed 5.4%
6.2.9	Swimming Pools (set fee)	R 726.18	R 765.39	increase
6.2.10	Boundary walls (set fee)	R 726.18	R 765.39	increase
6.2.11	Tents for max. 2 days (set fee)	R 726.18	R 765.39	increase
6.2.12	As Built		R 10,000.00	Fine plus rate per square meter 10% of work estimate
6.2.13	Internal Alterations			
6.3	<u>Other Charges</u>			
6.3.1	Drainage inspection	R 228.43	R 240.77	5.4% increase
6.3.2	Preliminary Plans for comment	R 0.00	R 0.00	unchanged
6.3.3	Resubmission of lapsed Plans without any alterations	R 678.08	R 714.70	5.4% increase
6.3.4	Resubmission of Queried/amended plans			unchanged

6.3.5	Building without an approved plan (penalty fee)			(per 50 m2) /unchanged
6.3.6	Subscription to KSDM Building Stats Submission			
	a) Monthly			Unchanged
	b) Annually			Unchanged
6.4	<u>Building Operation Charges</u>			
6.4.1	Temporary hoarding application fee (per linear metre)	R 133.45	R 140.66	5.4% increase
6.4.2	Footway deposit (refundable less damage per square metre)	R 48.09	R 50.69	5.4% increase
6.4.3	Use of footway during building operations (per Linear Metre)	R 198.38	R 209.09	5.4% increase
6.4.4	(non-refundable-per linear metre of hoarded area)			
6.4.5	Illegal dumping of builder's rubble	R 2,491.12	R 2,625.64	5.4% increase
6.5	<u>Contractors Camps - Deposits</u>			
	Camp Size			
	1000m ² or less	R 5,817.82	R 6,131.98	5.4% increase
	10001m ² - 4000m ²	R 11,635.64	R 12,263.97	5.4% increase
	40001m - 6000m ²	R 13,954.83	R 14,708.40	5.4% increase
	6000 m ²	R 13,954.83	R 14,708.40	5.4% increase
6.5	<u>Contractors Camps Fee (Per Month/ Paid Upfront)</u>			
	1000m ² or less	R 1,631.49	R 1,719.59	5.4% increase
	10001m ² - 4000m ²	R 3,256.97	R 3,432.85	5.4% increase
	40001m - 6000m ²	R 4,574.67	R 4,821.70	5.4% increase
6.5	<u>Plan Refund/Replacements</u>			
6.5.1	Recalled/withdrawn plans (In circulation)			Municipality retains 30% (adming fee) of application fee, on all withdrawn plans

6.5.2	Withdrawn/Recalled plans (approved)			No Refund for approved plans
7	<u>Outdoor Advertising & Signage and Telecommunications Control</u>			
7.1	<u>Banners</u>			
7.1.1	Nelson Mandela Drive, R61 Road (max. 2 Banners/ 14 days)	R 1,656.74	R 1,746.20	5.4% increase
7.2	<u>Posters</u>			
7.2.1	Non-refundable fee, per/poster (max 14 days)	R 16.59	R 17.49	5.4% increase
7.2.2	Refundable dep. Fee (Charity Events max. 500 posters)	R 360.68	R 380.16	85% of Refundable deposit returned to 15% retained by Municipality as admin. charge
7.2.3	Refundable dep. Fee (Other Events max. 500 posters)	R 1,322.51	R 1,393.92	Political parties only pay 85% refundable fee
7.2.4	Refundable dep. Fee (political Events max. 1500 posters)	R 5,410.25	R 5,702.40	for max. 1500 and do not pay fee per poster Refundable only when all posters removed by such political party
7.3	<u>Application Fees</u>			
7.3.1	<u>For Advertising Signs</u>			
	a) Per application (general)	R 681.69	R 718.50	
	b) Per Billboard < 40m2 on Private Property	R 3,330.31	R 3,510.15	
	c) Per Super Billboard >40m2 on Private Property	R 3,996.37	R 4,212.17	
7.3.2	<u>Application fee for Newspaper Headline Posters</u>			
	a) Annual deposit	R 10,351.61	R 10,910.60	

	b) Annual administration fee	R 5,169.79	R 5,448.96	
7.3.3	Application fee for Estate Agent Boards			
	a) Annual deposit	R 10,351.61	R 10,910.60	
	b) Annual administration fee	R 5,169.79	R 5,448.96	
7.3.4	Application fee for temp. wrapping sign on construction site			
	a) Per application	R 1,995.78	R 2,103.55	
7.3.5	Application for Cellphone base station/mast			
		R 16,044.39	R 16,910.79	
7.4	Removal and Penalty Fees			
7.4.1	Removal charges for posters			
	a) per poster- unpasted	R 174.33	R 183.74	
	pasted	R 432.82	R 456.19	
7.4.2	Removal charges for sign boards			
	a) actual cost - (minimum)	R 270.51	R 285.12	
	plus penalty (per sign)	R 522.99	R 551.23	
7.4.3	Removal charges for loose portable signs (estate, "For Sale" etc)			
	a) First offense per sign	R 522.99	R 551.23	
	b) Second offense per sign	R 991.88	R 1,045.44	
	c) Third offense per sign	R 1,442.73	R 1,520.64	
7.5	Inspection fee - Per Inspection (Annual inspection for all signs)	R 516.98	R 544.90	

11	RENT: Proposed increment at 5.4%	2018/2019 TOTAL R/Cents	2019/2020 TOTAL R/Cents	COMMENTS
11.1	GENERAL			
	<i>Park Homes</i>	1517.81	R 1,599.78	
	<i>New Brighton Houses</i>	604.47	R 637.11	
	<i>Hillcrest 4 rooms/ verandah</i>	933.36	R 983.76	
	<i>Hillcrest 4 rooms</i>	851.13	R 897.09	
	<i>Hillcrest 3 rooms</i>	704.46	R 742.50	
	<i>Ngangelizwe 1 room</i>	328.90	R 346.66	
	<i>Ngangelizwe 2 rooms</i>	402.23	R 423.95	
	<i>Ngangelizwe 3 rooms</i>	501.86	R 528.96	
	<i>Ngangelizwe 4 rooms</i>	1004.48	R 1,058.72	

	<i>Ngangelizwe sites with sewer</i>	655.57	R 690.97	
	<i>Ngangelizwe sites with nightsoil</i>	751.14	R 791.70	
	<i>Church sites</i>	428.90	R 452.06	
	<i>Trading sites</i>	1760.06	R 1,855.10	
	<i>Staff cottage/ Flats</i>	1293.38	R 1,363.22	
	<i>Staff houses</i>	2600.07	R 2,740.48	
11.2	STAFF HOUSES			
	<i>Cottages/ Flats</i>	1082	1140	
	<i>Houses</i>	2175	2292	

ESTIMATES OF INCOME AND EXPENDITURE- TARIFFS

AS FROM 01 JULY 2019

Proposed increment at 5.4%

10.0	HIRE OF CITY HALLS	2018/2019			2019/2020		
		Norwood	Other	City	Norwood	Other	City
10.1	Profess, concerts						
	Magician shows & the like by visiting companies						
	7pm to midnight	796	852	1075	839	898	1133
	Amateur concerts, cabaret shows, Give-It-A-Show						
	Film show, etc.						
	7pm to midnight						
	Dances, Balls, Discos etc.						
	7pm to midnight	316	338	337	333	356	355

	2018/2019			2019/2020		
	Norwood	Other	City	Norwood	Other	City
Private receptions, meetings, weddings,						
socials per hour to midnight	99.82	117.63	151.44	105.21	123.98	159.62
Exhibitions, flower						
Shows per show and the like						
Weekdays 8am to 5pm	99.82	106.93	110.51	105.21	112.71	116.47
Weekdays 5pm to 11pm and Saturdays	105.37	112.71	153.06	111.06	118.80	161.33
Sunday and public holidays per hour	97.20	104.00	150.14	102.45	109.61	158.25
Bazaar 5pm to 11pm	315.88	363.66	401.41	332.94	383.30	423.09
Political meetings 5pm to midnight	375.32	401.41	641.09	395.59	423.09	675.71
Religious service per hour to midnight	59.46	63.52	101.26	62.67	66.95	106.73
10.2 DEPOSIT						

		Norwood	Other	City	Norwood	Other	City
	Town Hall		2807	2975		2958	3136
	Civic Centre		1125	1192		1186	1257
	Rotary Hall	315			332		
	Banqueting	453			478		
	Mqanduli Hall	297			313		
	Multi-Purpose Centre - Mqanduli	297			313		
	Multi-purpose Centre - Ngangelizwe	297			313		
	Boardroom B60 Boardroom B52 Conference Room Upper foyer Lower Foyer Media Room Food Warming Cooking		750 700 750 750 750 750 New New			815 750 890 1200 1200 890 279 557	

		2018/2019			2019/2020		
	Public address system :per function (City Hall)						
	Auction Sale	1825		2518	1923		2654
10.5	HIRE OF CIVIC HALL FURNISHINGS						
10.5.1	FOR USE WITHIN THE MUNICIPAL AREA						
	Deposit			1420		1497	
	For any period up to 24 hours per chair						
	Chairs: per chair			7		8	
	Tables: per table			27		28	
	For period over 24 hours : per 24 hours						
	Chairs: per chair						
	Tables: per table						
10.5.2	FOR USE OUTSIDE THE MUNICIPAL AREA						

Deposit							
For a period up to 24 hours							
Chairs: per chair							
Tables: per table							
For period over 24 hours : per 24 hours							
Chairs: per chair							
Tables: per table							

